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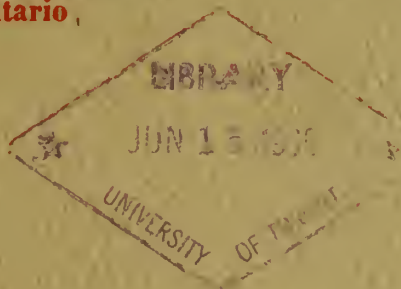
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BUDGET STATEMENT

of

THE HONOURABLE JAMES N. ALLAN

Treasurer of Ontario



1965

BUDGET STATEMENT

of

THE HONOURABLE JAMES N. ALLAN

Treasurer of Ontario

in the

LEGISLATIVE ASSEMBLY OF ONTARIO

Wednesday, February 10, 1965

On Moving the House into Committee of Ways and Means

Also

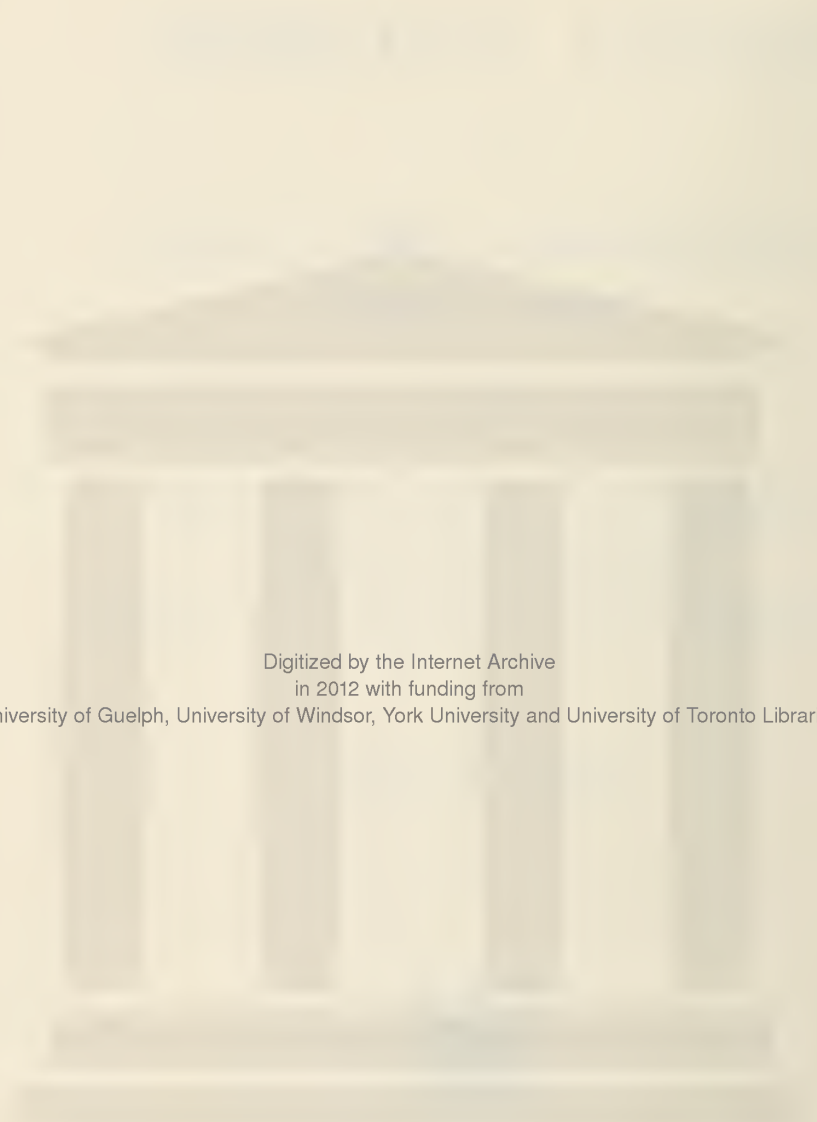
Financial Statements



TORONTO

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BUDGET STATEMENT

of

THE HONOURABLE JAMES N. ALLAN

TREASURER OF ONTARIO

IN THE LEGISLATIVE ASSEMBLY

WEDNESDAY, FEBRUARY 10, 1965

MR. SPEAKER:

This is the seventh occasion I have had the honour to submit the annual Budget to this House. This year, as in past years, there are many demands made upon our resources. The Budget that I am presenting this afternoon represents a well-balanced plan designed to meet the essential requirements of a dynamic economy. It employs our resources in the manner that is most beneficial to the present and future well-being of the citizens of Ontario.

As Treasurer, I have been extremely gratified by the growth and development that has been taking place in our Province. We are now entering the fifth year of the longest period of expansion since World War II. This growth, coupled with sound policies and prudent management, has enabled us to undertake a broad expansion of Provincial services and still maintain a strong financial position. I am pleased to report to the Honourable Members that we shall end the current fiscal year in a more favourable financial position than I had anticipated a year ago.

Underlying this growth and development are the services and physical facilities that are provided by the Province and its municipalities. In the six years since I delivered my first Budget Statement in 1959, the Province has expended directly or by way of assistance to local authorities nearly \$6.1 billion in strengthening and developing the economic and social fabric of Ontario. With expenditures of this magnitude, the Government is obviously making an important contribution to the generation of high levels of income and employment.

In our developing society, the concept of the role of government is constantly changing. Increasingly it is realized that the provision of traditional services and the creation of physical assets is not enough. Modern conditions require us to break new ground in such areas as vocational training, job-retraining, post-secondary education, and in trade and industrial promotion. We must also adopt broad new programs in the social services. It is in these areas that our people and industry now look to government for leadership and assistance in realizing their maximum potential in our specialized, complex and competitive world. We have developed our Budget plans with these considerations uppermost in our minds. We believe that our financial program will provide the ingredients necessary for another year of continued progress in our society and economy.

To ensure that this program is as effective as possible, we are continuing to stress measures designed to ensure maximum economy and efficiency in government operations. Our resources are always limited in relation to the scope of the services and programs that are required. We are making use of the latest business management, cost control and personnel administration techniques. With the co-operation of departmental administrators, these policies are resulting in substantial administrative savings and they are ensuring that our government administration is kept modern and efficient.

The need for increased Provincial expenditure must be balanced by the need to maintain taxation and debt management policies consistent with the sound and balanced economic growth which our expenditures are designed to promote. Undue demands upon the revenue-producing capacity of our economy could have as adverse an effect upon economic growth as the failure to provide the services required by that growth. Similarly, imprudent Provincial borrowing could impair our ability to fulfil our responsibilities in the future.

After careful consideration of our present financial position, the priorities in our expenditure program and the capacity of our revenue resources, we have developed a financial plan which provides for substantially increased expenditures in those areas where the needs are greatest. It hinges upon our assessment of economic conditions in the coming year. Thus, we must first examine the performance of the economy, both past and anticipated.

ECONOMIC CONDITIONS

The past two years have made a tremendous contribution to Ontario's wealth and standard of living of the people. In 1963, the Gross Provincial Product rose by a billion dollars, and in 1964 a rise of \$1.4 billion brought the total to \$18.5 billion. The volume of real Gross Domestic Product is estimated to have risen by 6.1 per cent in 1964. Since the population increased by 2.2 per cent, there was a gain of 3.8 per cent in the production of goods and services per person in the Province.

The growth in the economy was reflected in the number of jobs created. The rise of 89,000 (or 3.7 per cent) in the number of jobs was enough to absorb the total expansion in the labour force (78,000) and also to reduce unemployment by 11,000. As a result, the unemployment ratio declined from 3.8 per cent in 1963 to 3.3 per cent in 1964 (compared with a ratio of 5.5 per cent in the rest of Canada). The decline in unemployment was a feature of almost all parts of the Province, including some centres which had experienced severe unemployment in recent years.

The surging growth in Ontario's economy was particularly emphatic in manufacturing. In the first ten months of 1964, manufacturing shipments were up by \$1,062 million in Ontario. This was \$230 million more than the increase in shipments for the rest of Canada.

Ontario's performance was equally impressive in new construction. In the first three quarters of 1964, the increase in the number of houses and apartment units started in Ontario was greater than in the rest of the country. In the first ten months of 1964, the increase in the value of municipal building permits issued in Ontario was almost one-third greater than in all the other provinces. The value of residential construction contracts in Ontario in 1964 rose by more than 35 per cent over 1963, while the increase in the rest of Canada was less than 10 per cent. The increase in construction contracts for offices and stores awarded in Ontario in 1964 equalled the value of the increase in the rest of the country. Total capital investment in the Province last year is estimated to have increased by \$400 million over 1963—the largest year to year increase for eight years.

In addition to manufacturing and investment, the third basic reason for Ontario's rapid expansion in 1964 was the rise in exports. Ontario benefited directly from a 40 per cent increase in exports of fully manufactured end products, most of which originated in this Province. Transportation equipment and various types of machinery showed the sharpest gains. In fact, more than one-third of the increase in Ontario manufacturing shipments in 1964 is estimated to have come from exports.

Indirectly, Ontario benefited from the increased exports originating in other provinces, particularly wheat and industrial raw materials. Sales of Ontario manufactured products such as motor vehicles, furniture and electrical appliances rose more rapidly in the Prairie provinces, for example, than they did in Ontario itself.

There were several major reasons for the rise in exports last year. The buoyancy in the American economy created strong demand for Canadian resources. Demand was high in almost all of our other traditional export markets. The special sales of wheat and flour accounted for close to \$400 million in export sales. The special incentive for exports of automotive parts was largely responsible for doubling parts exports. Defence sub-contracts provided a strong stimulus to exports of aircraft and parts. Lastly, there was a new awareness on the part of manufacturers of the competitive advantage provided by devaluation and by the faster rises in costs in European countries, combined with the co-operation between business and government expressed through the Ontario Trade Crusade.

The rapid pace of economic activity in Ontario resulted in a substantial rise in imports of manufactured goods. In the first seven months, imports were responsible for almost 40 per cent of the growth in Canada's domestic market for manufactured products other than food. Most of these imports consisted of machinery and equipment, motor vehicles and parts, other transportation equipment, and primary steel products for our rapidly expanding construction activity.

The importance of the Ontario Government's efforts to expand manufacturing exports and encourage domestic manufacturing to compete with imports more effectively is illustrated by this comparison of imports and exports. In the first seven months of 1964, imports of fully manufactured products other than food rose by 21.1 per cent, exports by 42.4 per cent, and the deficit of trade in

fully manufactured goods by 14.3 per cent to reach \$1.6 billion. The appropriate conclusion is surely that our secondary manufacturers must continue to press their advance in export markets by increasing their sales efforts and improving their productivity and cost advantages. The Ontario Government will expand its efforts to assist business to achieve these aims.

The people of Ontario can expect another substantial increase in economic production in 1965 and a continued rise in their standard of living. Another healthy expansion in private and public investment is scheduled. Consumer demand for non-durables and services will continue to increase, while the market for durable goods will be supported by residential construction, the affluence of the expanding number of young adults and a strong replacement demand. Exports of raw and processed materials as well as secondary manufactures should remain buoyant.

SUPPLEMENTARY ESTIMATES FOR 1964-65

Before presenting a summary of the financial operations for the current fiscal year, I should like to introduce for your consideration and approval supplementary estimates totaling \$15,390,200. They are as follows:

Economics and Development:

Grant to the Ontario Research Foundation to construct and equip new facilities at Sheridan Park	\$3,520,000
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Energy and Resources Management:

Provision for payment to the Ontario Northland Transportation Commission to compensate for losses on operations for the year ended December 31, 1963	858,200
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Health:

Ontario Heart Foundation	150,000
Special Grants to Public Hospitals under the authority of The Public Hospitals Act and the regulations thereunder	3,615,000
Illahee Lodge, Cobourg	4,800
Ontario Society for Crippled Children—for convalescent camps	48,200
Canadian Mothercraft Centre, Toronto	4,000
Special Grant to Wellesley Hospital, Toronto, in support of its medical, teaching and research functions	2,500,000
Special Grants for teaching hospitals	3,050,000

Public Welfare:

Provincial aid to municipalities, maintenance of children from unorganized territory and additional aid to certain municipalities (The Child Welfare Act)	1,640,000
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The members, I am sure, will be interested in further details of some of these supplementary estimates.

The grant to the Ontario Research Foundation is a continuation of this Government's support of basic and applied research through the Foundation, in order to provide new opportunities for our technical and professional people and to encourage the development of new products and techniques. The contribution

of \$3,520,000 will assist the Ontario Research Foundation in the relocation of its facilities at the newly created Sheridan Park research community where its library, computer centre, laboratories, and research and development services will form the nucleus of a unique scientific complex.

Supplementary estimates of the Department of Health total \$9,372,000. Further support for the vitally important role of our public hospitals is provided by the following: a payment of \$75 per bed to all public hospitals in the Province; special grants totalling \$3,050,000 to be paid to teaching hospitals; and a contribution of \$2,500,000 to be made to Wellesley Hospital, Toronto, in support of its medical, teaching and research functions. As well, we have provided funds to aid in the very necessary and worthwhile work carried on by certain private organizations concerned with public health.

An advance payment of \$1,640,000 will be made to municipalities in respect of costs incurred for child welfare. While this payment will not affect the level of grants payable in any one calendar year, the receipt of this money by the municipalities earlier in the calendar year than previously should prove to be of benefit to the municipalities in financing current expenditures.

SUMMARY OF EXPENDITURES AND REVENUES FOR 1964-65

I now present a summary of the estimated net expenditures and revenues of the Province for the current fiscal year. The statement shows a very gratifying improvement in our financial position over that anticipated in the Budget Statement of February 12, 1964.

On the expenditure side, we have conformed quite well to our budgetary plan. Including the special grants and payments to which I have referred, the aggregate of net ordinary expenditure and net capital expenditure on physical assets is estimated before provision for debt retirement at \$1,295.3 million. Net ordinary expenditure before providing \$40.0 million for sinking fund and \$143.0 million for financing capital payments out of ordinary revenue amounts to \$1,031.7 million, and net capital expenditure on physical assets is estimated at \$263.6 million. Our aggregate expenditures are up \$15.8 million over the forecast after inclusion of the Supplementary Estimates. The principal reason for the increase is an upward adjustment of \$12.9 million in the general legislative grants to elementary and secondary school boards.

The net expenditures for 1964-65 represent an increase of \$156.0 million over the actual costs incurred in the preceding fiscal year. The increase is largely attributable to the higher expenditures that have been required for education, health, highways and welfare services. These four departments account for three-quarters of the overall growth in expenditures. The increases are \$47.0 million for Education, \$36.8 million for Health, \$21.4 million for Highways and \$11.4 million for Public Welfare. Other significant increases in expenditures, after giving effect to changes in departmental responsibilities, include \$8.8 million for Public Works, \$6.1 million for Energy and Resources Management, \$5.1 million for Economics and Development, and \$5.0 million for Lands and Forests.

By major spending departments, the net ordinary and capital expenditures for the current fiscal year are as follows: Education, \$428.0 million; Highways, \$301.9 million; Health, \$158.8 million; Public Welfare, \$72.1 million; Public Works, \$50.3 million; Municipal Affairs, \$43.6 million; Attorney General, \$34.0 million; and Lands and Forests, \$32.2 million.

On the other hand, we have experienced in the current fiscal year a marked improvement in revenues. The net ordinary revenue and net capital receipts are estimated at \$1,217.8 million, of which \$2.1 million represents net capital receipts from the sale of physical assets. This is an increase over the preceding fiscal year of \$136.4 million. The major sources of revenue are: corporations tax, \$234.0 million; gasoline tax, \$220.0 million; income tax collection agreement, \$194.6 million; retail sales tax, \$194.3 million; Liquor Control Board, \$110.0 million; motor vehicle licenses and permits, \$74.0 million; and the succession duty field, \$61.1 million.

It should be noted that the Province's revenue from the succession duty field consists of \$46.0 million in collections under its own Succession Duty Act and a payment of \$15.1 million from the Federal Government. The payment from the Federal Government represents the additional 25 per cent share of the estate tax that the Federal Government agreed to make available at the Federal-Provincial Conference of November, 1963. The arrangement that has been adopted applies to each of the three fiscal years 1964-65 to 1966-67, and the payment is subject to the condition that the Province does not increase its own rates beyond those in effect on March 31, 1964.

Overall, the Province will end the current fiscal year in a stronger financial position than was forecast. The buoyant economy has contributed to a substantial rise in revenues which will enable us to meet over 70 per cent of the capital program out of current income. Thus, even after providing \$15.4 million in supplementary estimates, the excess of expenditures over revenues will be reduced to \$77.5 million, and the increase in net capital debt will be \$27.4 million less than was anticipated a year ago.

NET CAPITAL DEBT

This Government recognizes that the creation of physical assets such as highways and roads, hospitals, schools and other facilities is vital to the economic and social fabric of our society. Consequently, in addition to generous provision for universities, schools and hospitals, we have for some years been undertaking an ambitious capital program to ensure that these facilities are available.

In the current fiscal year, the capital program totals an estimated \$263.6 million, of which \$215.0 million is for highways and municipal roads, \$36.4 million for public buildings and other structures, \$5.4 million for conservation projects, \$2.7 million for mining, logging and access roads, and \$4.1 million for parks, rural power lines and the water management program. These outlays represent a substantial addition to our physical assets and indicate the high confidence that we have in the future of our Province.

In order to preserve a strong credit position in the money market, we have followed the policy of meeting a substantial proportion of our capital expenditure out of ordinary revenue. Thus, in the current fiscal year, while we have undertaken a capital program of \$263.6 million, the estimated increase in our net capital debt has been held to \$78.4 million.

The net capital debt at March 31, 1965 is estimated at \$1,423.2 million. In relation to the wealth and resources of this Province, the level of the net debt is well within reason. It approximates the 1964 increase in the Gross Provincial Product and is equivalent to the Provincial net revenue for fourteen months.

FORECAST OF EXPENDITURE PROGRAM FOR 1965-66

I would like now to place before the Honourable Members a summary of the Government's overall expenditure program for the coming fiscal year. This program is more than a simple response to increased demands for public services. It represents a bold and positive plan designed to promote and stimulate a marked advance in the material, social and cultural life of our people.

Net ordinary expenditure before providing \$41.5 million for sinking fund and \$112.0 million for capital payments to be financed out of ordinary revenue is forecast at \$1,162.9 million. This is an increase of \$131.2 million over the current fiscal year. Of the increase, \$80.4 million or 61 per cent will be required by the Departments of Education and University Affairs. Other major increases include \$12.3 million for Public Welfare and \$5.3 million for Highways.

The Province's net capital expenditure on physical assets will also be increased, rising by \$33.1 million to a record high of \$296.7 million. Of the total, \$239.1 million or nearly 81 per cent will be for Provincial highways, municipal roads, and mining and forestry roads. The remainder of the capital program consists of \$44.0 million for public works, \$6.8 million for conservation projects, and \$6.8 million for parks, recreational areas and other purposes.

In total, the net expenditures on ordinary and capital accounts are forecast before providing for sinking fund at \$1,459.6 million. This is an increase over the current fiscal year of \$164.3 million. The net expenditures by major spending departments are as follows: Education, \$444.9 million; Highways, \$329.4 million; Health, \$161.7 million; Public Welfare, \$84.4 million; University Affairs, \$63.7 million; Public Works, \$57.6 million; and Municipal Affairs, \$48.5 million.

THE SOCIAL SERVICES AND HUMAN BETTERMENT

Indicative of the almost over-riding concern of this Government with programs aimed at human betterment and the preservation and rehabilitation of human resources is the magnitude of the overall expenditure which the Government proposes in 1965-66 on education, health and welfare. Our people must be healthy, competent and productive if the challenges of a growing and rapidly

changing economy are to be met successfully. Therefore, we are continually seeking and effecting major improvements in these services. In the past decade, the expenditures on human betterment have more than tripled, and they now account for approximately one-half of the Province's total Budget. In the coming fiscal year, we are forecasting the net combined expenditures of the Departments of Education, University Affairs, Health and Public Welfare at \$754.6 million. This is an increase over the current fiscal year of \$95.5 million, and it brings our total spending on these services to a level approaching that expended for all purposes just six years ago.

Education

Education occupies a position of pre-eminence in our expenditure program. In the coming fiscal year, the net expenditure of the Department of Education will rise by \$62.6 million to \$444.9 million. The anticipated increase in the Department's expenditures will thus represent 38 per cent of the total increase in the Budget for all purposes.

As the Honourable Members are well aware, the question of increasing education costs has been a matter of concern to our Government for many years, and we have steadily increased Provincial grants at every level of education. One of the main reasons for the introduction of our Ontario Foundation Tax Plan last year was to provide substantial relief to home owners and farmers from the burden of taxation on their property for school purposes.

As we plan for the financing of government services during the next decade, it becomes abundantly clear that expenditures on education must inevitably increase, and substantially so, until the early 1980's at least. And, it is of equal importance to realize that expenditures on education will increase not only in absolute terms of total amounts, but relatively at a much faster rate than in other sectors of our economy.

As you know, enrolment in all educational institutions has been increasing at a much faster rate than the general population, and at the secondary and post-secondary levels this growth has been accentuated by ever-increasing demands for much higher levels of education. Enrolment in our elementary and secondary schools has more than doubled during the past twenty years, and we are told that it will double again before another twenty years have elapsed. During the same period, enrolment in universities and colleges has tripled, and we may expect to see it triple again during the next decade.

Concurrently, there has arisen a growing need for education in the commercial and technical branches at both the secondary and the post-secondary levels. This need we have recognized in the support given to the building of vocational schools and by carrying out a construction program for Provincial Institutes of Technology and Trades. This demand will, of course, intensify and increase in the future, and the needs must be met if we are to equip our youth and adults with the knowledge and skills demanded by modern technology.

Equally significant, from the point of view of total expenditures, has been the steady rise in the unit costs of education. While these increases reflect, and indeed parallel in some respects, increases in salaries, wages, and costs of living generally, they have over part of the period increased at a somewhat faster rate.

We are thus faced with a future of rapidly increasing expenditures on education and at a rate well above that of the general level of our economy, due to enrolment increases, new and greater demands for higher levels of education, and increases in unit costs in keeping with the continuing increase in our general standard of living. For the next decade at least, therefore, education will perforce be Ontario's Number One problem.

Let me be more specific. The enrolment in the elementary and secondary schools of the Province increased by more than 76,000 last September to nearly 1,674,000 or about one-quarter of our total population. It had been expected that the construction of school buildings would show a decline in 1964, but the decrease was slight, owing to the accelerated movement towards establishing centralized elementary schools in rural areas and a steady demand for more vocational school facilities at the secondary school level.

The year 1965 will be a memorable one in Ontario's educational history, since it marks the establishment of the township as the general unit for the administration of rural public schools. This January some 423 township school area boards in the counties took over the responsibilities carried formerly by 1,926 boards of school trustees. In the organized townships of the districts of Northern Ontario there has also been a reduction in the number of boards. Larger units open the way for broader planning, and it is expected that the consultative committees being established by county councils will give impetus to the consolidation, in due time, of a number of township school areas into still larger units of administration.

Effective in January of this year, all schools for retarded children operated by local parents' groups were placed under Retarded Children's Education Authorities, and thus, for the first time their current operation will be fully supported by public funds. The Province, through the Department of Education, will pay 80 per cent of the cost of maintaining these schools, and the remaining 20 per cent will come from the municipalities in which the children reside.

Grants to elementary and secondary school boards under the Ontario Foundation Tax Plan in the year just past were paid in five instalments—in February, April, August and November, with an additional cheque in July to boards entitled to receive a grant under the Corporation Tax Adjustment Grant provision. In the coming fiscal year, the total amount available for school grants will be increased by \$32.7 million to \$331.0 million. This will mean that over the first two years of operation of the new Plan the grants to school boards will have been stepped up by \$97.3 million or 41.6 per cent. The new Plan is contributing much to ensure a sound basic education for school children across Ontario and at the same time is providing marked benefits to the local ratepayers.

Forecasting, preparation and financing are three activities that are inseparable from educational endeavour in these changing days. As I mentioned, forecasts indicate continued expansion in enrolment, with particularly heavy demand at the secondary and post-secondary school levels. The preparation activity touches school construction, teacher supply and curriculum, and steps are being taken in regard to each of these. Increasing enrolments and higher standards of services lead inevitably to higher costs. With educational costs now representing such a substantial portion of all public expenditures, it is essential that the utmost care is exercised at both the local and Provincial levels to see that full value is received for every dollar spent and that every expenditure made is fully justified in terms of prudence and educational worth.

University Affairs

Through the new Department of University Affairs and the Ontario Universities Capital Aid Corporation, substantial assistance is being provided to help our universities meet the needs of the rapidly increasing number of young people seeking higher education.

September 1964 saw record enrolments once again in the universities of Ontario. It is encouraging to report, however, that the co-operative planning that has taken place in recent years resulted in more than a sufficient number of places to accommodate the record number who enrolled. Two new universities, Brock University at St. Catharines and Trent University at Peterborough, enrolled their first students. While initial classes were relatively small, it is expected that altogether 3,400 students will be attending these institutions within five years. In addition, the first students will be enrolled this September at the new campus of York University, at Scarborough College of the University of Toronto and at Wellington College of the University of Guelph. Planning is also going forward for Erindale College of the University of Toronto.

One of the most significant events of the year was the announcement of a special program of Government assistance for the expansion of medical and dental teaching facilities in the universities. It includes a new Medical School at McMaster University, a new Dental School at the University of Western Ontario, a new Medical-Sciences Building at Queen's University, and enlarged facilities at the University of Toronto.

In the coming fiscal year, the Provincial funds made available to the universities in the form of operating and special grants, and capital assistance will be increased by \$64.0 million to \$163.3 million. The operating and special grants will be stepped up by \$17.6 million to \$63.3 million, and the capital loans to be made available through the Ontario Universities Capital Aid Corporation will be increased by \$46.4 million to \$100.0 million.

The operating and special grants to be made available to each university in the coming fiscal year are as follows:

**OPERATING AND SPECIAL GRANTS TO UNIVERSITIES,
FISCAL YEAR 1965-66**

	Operating Grants, etc. (Thousands of Dollars)
Brock University	595
Carleton University	2,675
University of Guelph	2,350
Lakehead College of Arts, Science and Technology	500
Laurentian University of Sudbury	950
McMaster University	4,490
Ontario College of Art	295
Osgoode Hall Law School	215
University of Ottawa	1,625
Queen's University	4,850
University of Toronto	23,938
For Erindale College	300
For Scarborough College	1,000
Trent University	625
The University of Waterloo	3,950
The University of Western Ontario	5,760
University of Windsor	2,175
York University	2,250
Ontario Graduate Fellowships	3,000
Special Fund available to Universities for Temporary Accommodation	750
Scholarship, Bursary and Loan Assistance Fund	1,000
	<u>63,293</u>

It should be noted, in connection with these grants to cover operating costs, that the amount proposed represents the recommendations of the Advisory Committee on University Affairs. Universities, of course, are free to establish the fees they will charge since they are independent institutions. However, I might point out that these recommendations from the Advisory Committee were based on the expectation that there would be no increase in fees for the academic year 1965-66. The one exception is Osgoode Hall Law School which did not increase its fees last year and where tuition was somewhat below the fees for the other law faculties in the Province.

The \$100.0 million to be made available for the capital programs of the Provincially assisted universities and colleges through the Ontario Universities Capital Aid Corporation represents an increase of 87 per cent over the amount made available for the current fiscal year. This aid will enable the universities to provide the facilities required to meet the demands of the increasing university population. Application for financial support for capital works will be made on a project-by-project basis. This procedure will permit each project to go forward with assurance of financial support at the time it is required rather than having to await the results of a submission once a year, as has been the case in the past.

Health

Of unquestioned importance to the well-being of the citizens of this Province are hospital care insurance, mental health services and public health programs.

I am pleased to report that hospital insurance has been provided for an increased number of our citizens and that at present an estimated 99.2 per cent of the eligible population is covered under the Plan, the broadest coverage yet attained. Included in the Budget for the coming year is an amount of \$50.0 million from the general revenue of the Province to subsidize those costs of the Plan not met by premium subscription and the contribution by the Federal Government. After having carefully reviewed the projected costs of the Hospital Care Insurance Plan, I am pleased to announce that, with the continuation of the present policy of subsidizing the Plan to the extent of \$50.0 million each year, there will be no increase in premium rates over the next three years.

The grants provided through the Ontario Hospital Services Commission for hospital construction, renovation and expansion will be \$15.6 million in the coming fiscal year, an increase of \$3.5 million over the interim estimate for 1964-65. Funds in the amount of \$9.5 million will also be made available to provide low-interest loans to encourage hospital construction. This plan has already been successful in stimulating expansion in areas of the Province where the need for additional hospital accommodation is particularly urgent.

In the field of mental health, our policy is to stress the early detection and treatment of mental illness in the patient's own community. To this end, we are encouraging, through the hospital construction program, the building of psychiatric facilities in general hospitals. Many new beds have already been provided and out-patient facilities have been increased. Facilities for an additional 750 beds for this purpose are now in the planning and construction stages.

It is proposed to spend an additional \$2.3 million in the coming fiscal year to carry out the provisions of The Homes for Special Care Act, passed by this House last year. This new program is designed to place mental patients who no longer require psychiatric treatment in suitable homes in various communities. In this way we can help ensure that the accommodation, facilities and skills of the Ontario hospitals are fully utilized for the active treatment of mentally ill patients.

It is hoped that programs such as these will render it unnecessary to build additional Ontario hospitals; meanwhile our policy continues to be to improve facilities in these hospitals by increasing the ratio of staff to patients and reducing overcrowding. To provide for these programs, the expenditure of the Mental Health Branch, including the cost of operating the Ontario hospitals, is forecast at \$74.9 million for 1965-66, an increase of \$4.8 million over the interim estimate for the current fiscal year.

Our services in the field of public health are also being expanded. The Central Laboratory will be in operation in the latter half of the coming fiscal year. In addition, increased assistance will be made available to local jurisdictions and health units to help them safeguard the health of their communities.

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INTERIM STATEMENT OF ORDINARY REVENUE
FISCAL YEAR APRIL 1, 1964 TO MARCH 31, 1965

8 MONTHS' ACTUAL PLUS 4 MONTHS' FORECAST

DEPARTMENT	Gross Ordinary Revenue	Application of Revenue to Expenditure	Net Ordinary Revenue
AGRICULTURE.....	\$ 2,397,000	\$.....	\$ 2,397,000
ATTORNEY GENERAL.....	12,616,000	957,000	11,659,000
ECONOMICS AND DEVELOPMENT.....	13,000	.....	13,000
EDUCATION.....	13,558,000	10,505,000	3,053,000
ENERGY AND RESOURCES MANAGEMENT	268,000	.....	268,000
HEALTH.....	8,061,000	4,600,000	3,461,000
HIGHWAYS.....	2,950,000	.....	2,950,000
INSURANCE.....	1,060,000	.....	1,060,000
LABOUR.....	1,431,000	.....	1,431,000
LANDS AND FORESTS.....	23,320,000	.....	23,320,000
MINES.....	13,792,000	24,000	13,768,000
MUNICIPAL AFFAIRS.....	7,698,000	7,129,000	569,000
PROVINCIAL SECRETARY AND CITIZEN- SHIP.....	2,840,000	.....	2,840,000
PUBLIC WELFARE.....	30,000	.....	30,000
PUBLIC WORKS.....	1,321,000	3,000	1,318,000
REFORM INSTITUTIONS.....	3,758,000	2,912,000	846,000
TOURISM AND INFORMATION.....	1,123,000	.....	1,123,000
TRANSPORT.....	81,999,000	539,000	81,460,000
TREASURY:			
Main Office—Subsidy.....	4,624,000	.....	4,624,000
Interest.....	72,000	.....	72,000
Miscellaneous.....	328,000	.....	328,000
Ontario Racing Commission.....	127,000	.....	127,000
Liquor Control Board.....	110,000,000	.....	110,000,000
Province of Ontario Savings Office.....	928,000	928,000	.....
Provincial share of Income Tax collected from privately-owned corporations operating public utilities.....	1,000,000	.....	1,000,000
Water Rentals.....	5,500,000	.....	5,500,000
Comptroller of Revenue:			
Income Tax Collection Agreement.....	194,611,000	.....	194,611,000
Corporations Tax.....	234,000,000	.....	234,000,000
Retail Sales Tax.....	194,300,000	.....	194,300,000
Gasoline Tax.....	220,000,000	.....	220,000,000
Succession Duty.....	46,000,000	.....	46,000,000
Share of Federal Estate Tax.....	15,116,000	.....	15,116,000
Motor Vehicle Fuel Tax.....	12,000,000	.....	12,000,000
Race Tracks Tax.....	9,200,000	.....	9,200,000
Hospitals Tax.....	5,300,000	.....	5,300,000
Land Transfer Tax.....	5,200,000	.....	5,200,000
Logging Tax.....	2,800,000	.....	2,800,000
Security Transfer Tax.....	3,900,000	.....	3,900,000
Total for Treasury.....	\$1,065,006,000	\$ 928,000	\$1,064,078,000
	\$1,243,241,000	\$27,597,000	\$1,215,644,000
PUBLIC DEBT—Interest, etc.....	30,320,000	30,320,000	.....
	<u>\$1,273,561,000</u>	<u>\$57,917,000</u>	<u>\$1,215,644,000</u>

**INTERIM STATEMENT OF ORDINARY EXPENDITURE
FISCAL YEAR APRIL 1, 1964 TO MARCH 31, 1965**

8 MONTHS' ACTUAL PLUS 4 MONTHS' FORECAST

DEPARTMENT	Gross Ordinary Expenditure	Application of Revenue to Expenditure	Net Ordinary Expenditure
AGRICULTURE.....	\$ 21,224,000	\$.....	\$ 21,224,000
ATTORNEY GENERAL.....	34,943,000	957,000	33,986,000
CIVIL SERVICE.....	1,008,000	.....	1,008,000
ECONOMICS AND DEVELOPMENT.....	10,572,000	.....	10,572,000
EDUCATION.....	438,536,000	10,505,000	428,031,000
ENERGY AND RESOURCES MANAGEMENT	6,490,000	.....	6,490,000
HEALTH.....	163,438,000	4,600,000	158,838,000
HIGHWAYS.....	86,891,000	.....	86,891,000
INSURANCE.....	565,000	.....	565,000
LABOUR.....	5,039,000	.....	5,039,000
LANDS AND FORESTS.....	29,739,000	.....	29,739,000
LIEUTENANT GOVERNOR.....	27,000	.....	27,000
MINES.....	2,601,000	24,000	2,577,000
MUNICIPAL AFFAIRS.....	50,760,000	7,129,000	43,631,000
PRIME MINISTER.....	219,000	.....	219,000
PROVINCIAL AUDITOR.....	545,000	.....	545,000
PROVINCIAL SECRETARY AND CITIZEN- SHIP.....	4,540,000	.....	4,540,000
PUBLIC WELFARE.....	72,095,000	.....	72,095,000
PUBLIC WORKS.....	13,932,000	3,000	13,929,000
REFORM INSTITUTIONS.....	19,921,000	2,912,000	17,009,000
TOURISM AND INFORMATION.....	4,839,000	.....	4,839,000
TRANSPORT.....	7,567,000	539,000	7,028,000
TREASURY.....	21,040,000	928,000	20,112,000
UNIVERSITY AFFAIRS.....	151,000	.....	151,000
	<u>\$ 996,682,000</u>	<u>\$27,597,000</u>	<u>\$ 969,085,000</u>
PUBLIC DEBT—Interest, etc.....	92,919,000	30,320,000	62,599,000
	<u>\$1,089,601,000</u>	<u>\$57,917,000</u>	<u>\$1,031,684,000</u>
PUBLIC DEBT—Provision for Sinking Fund.....	40,000,000	.....	40,000,000
	<u>\$1,129,601,000</u>	<u>\$57,917,000</u>	<u>\$1,071,684,000</u>
Capital Disbursements financed out of Ordinary Revenue.....	143,000,000	.....	143,000,000
	<u>\$1,272,601,000</u>	<u>\$57,917,000</u>	<u>\$1,214,684,000</u>

SUMMARY

Ordinary Revenue and Ordinary Expenditure, Fiscal Year April 1, 1964 to March 31, 1965

8 MONTHS' ACTUAL PLUS 4 MONTHS' FORECAST

NET ORDINARY REVENUE.....	\$1,215,644,000
Less: Net Ordinary Expenditure.....	\$1,031,684,000
Provision for Sinking Fund.....	40,000,000
Capital Disbursements financed out of Ordinary Revenue...	143,000,000
	<u>1,214,684,000</u>
INTERIM SURPLUS.....	<u>\$ 960,000</u>

**INTERIM STATEMENT OF CAPITAL RECEIPTS
FISCAL YEAR APRIL 1, 1964 TO MARCH 31, 1965**

8 MONTHS' ACTUAL PLUS 4 MONTHS' FORECAST

DEPARTMENT	Gross Capital Receipts	Application of Receipts to Disbursements	Net Capital Receipts
ECONOMICS AND DEVELOPMENT.....	\$ 464,000	\$.....	\$ 464,000
EDUCATION.....	1,000,000	.....	1,000,000
ENERGY AND RESOURCES MANAGEMENT.....	7,000	.....	7,000
HIGHWAYS.....	1,040,000	.....	1,040,000
LABOUR.....	8,500,000	.....	8,500,000
LANDS AND FORESTS.....	1,000,000	.....	1,000,000
MINES.....	6,000	.....	6,000
PUBLIC WELFARE.....	19,837,000	19,837,000	.....
PUBLIC WORKS.....	100,000	.....	100,000
TRANSPORT.....	4,050,000	.....	4,050,000
TREASURY.....	95,980,000	.....	95,980,000
	<u>\$131,984,000</u>	<u>\$19,837,000</u>	<u>\$112,147,000</u>

SUMMARY

Sale of Land, Buildings, etc.....	\$ 2,131,000
Repayment of Loans and Advances.....	5,537,400
Special Funds.....	62,702,600
Deferred Assets, etc.....	41,776,000
	<u>\$112,147,000</u>

**INTERIM STATEMENT OF CAPITAL DISBURSEMENTS
FISCAL YEAR APRIL 1, 1964 TO MARCH 31, 1965**

8 MONTHS' ACTUAL PLUS 4 MONTHS' FORECAST

DEPARTMENT	Gross Capital Disbursements	Application of Receipts to Disbursements	Net Capital Disbursements
AGRICULTURE.....	\$ 500,000	\$.....	\$ 500,000
ECONOMICS AND DEVELOPMENT.....	4,662,000	.....	4,662,000
EDUCATION.....	150,000	.....	150,000
ENERGY AND RESOURCES MANAGEMENT.....	17,950,000	.....	17,950,000
HEALTH.....	5,000,000	.....	5,000,000
HIGHWAYS.....	215,014,000	.....	215,014,000
LABOUR.....	9,000,000	.....	9,000,000
LANDS AND FORESTS.....	2,500,000	.....	2,500,000
MINES.....	1,700,000	.....	1,700,000
MUNICIPAL AFFAIRS.....	49,200,000	.....	49,200,000
PUBLIC WELFARE.....	19,837,000	19,837,000	.....
PUBLIC WORKS.....	36,425,000	.....	36,425,000
TRANSPORT.....	3,739,000	.....	3,739,000
TREASURY.....	78,508,000	.....	78,508,000
	<u>\$444,185,000</u>	<u>\$19,837,000</u>	<u>\$424,348,000</u>
Less: Financed out of Ordinary Revenue.....	143,000,000	.....	143,000,000
	<u>\$301,185,000</u>	<u>\$19,837,000</u>	<u>\$281,348,000</u>

SUMMARY

Highways, Buildings, etc.....	\$263,589,000
Less: Financed out of Ordinary Revenue.....	143,000,000
	<u>\$120,589,000</u>
Loans and Advances.....	133,562,000
Special Funds.....	26,973,000
Miscellaneous.....	224,000
	<u>\$281,348,000</u>

**ESTIMATED INCREASE IN THE GROSS CAPITAL DEBT
FOR THE FISCAL YEAR ENDING MARCH 31, 1965**

Estimated Gross Capital Debt as at March 31, 1965.....	\$2,201,144,472.57
Gross Capital Debt as at March 31, 1964.....	2,057,963,806.85

ESTIMATED INCREASE IN GROSS CAPITAL DEBT..... \$ 143,180,665.72

GROSS CAPITAL DEBT INCREASED BY:

Capital Disbursements on Highways, Buildings, Public Works, etc.....	\$263,589,000.00
Less: Capital Receipts.....	\$ 2,131,000.00
Capital Disbursements financed out of Ordinary Revenue....	143,000,000.00
	<u>145,131,000.00</u>
	\$118,458,000.00

Increase in Investments of The Ontario Junior Farmer Establishment Loan Corporation.....	7,364,000.00
Increase in Advances under The Ontario Housing Corporation Act (net).....	2,198,000.00
Advance to The Sheridan Park Corporation.....	2,000,000.00
Increase in Advances to Ontario Water Resources Commission.....	10,000,000.00
Advance to Ontario Universities Capital Aid Corporation	53,600,000.00
Advances re Municipal Works Assistance Program.....	28,300,000.00
Purchase of Debentures of The Municipality of Metropolitan Toronto, less repayment.....	19,713,000.00
Increase in Co-operative Loans (net).....	182,000.00
Increase in Tile Drainage Loans (net).....	625,000.00
Loans for Hospital Construction.....	5,000,000.00
Discount on Debentures issued during year.....	2,931,250.00
Repayment to Government of Canada under Tax Rental Agreement, 1952-56.....	224,000.00
Increase in Miscellaneous Loans.....	310,000.00
	<u>\$ 250,905,250.00</u>

GROSS CAPITAL DEBT DECREASED BY:

Sinking Fund Provision charged to Ordinary Expenditure	\$ 40,000,000.00
Estimated Surplus on Ordinary Account.....	960,000.00
	<u>\$ 40,960,000.00</u>
Discount and Exchange on Debentures, written off.....	1,735,000.00
Net Repayments of Loans Receivable— The Hydro-Electric Power Commission of Ontario —on unsecured advances. \$	1,593,000.00
Miscellaneous (net).....	410,400.00
	<u>2,003,400.00</u>
Decrease in Investments of The Ontario Municipal Improvement Corporation.....	1,952,000.00
Decrease in Investments of Housing Corporation Limited	408,000.00
Decrease in Advance re Student-Aid Loans (net).....	850,000.00
Increase in Reserves (net).....	501,000.00
Decrease in Temporary Investments.....	50,089,945.00
Decrease in Cash on Hand and in Bank.....	9,225,239.28
	<u>107,724,584.28</u>

ESTIMATED INCREASE IN GROSS CAPITAL DEBT..... \$ 143,180,665.72

**ESTIMATED INCREASE IN THE NET CAPITAL DEBT
FOR THE FISCAL YEAR ENDING MARCH 31, 1965**

Estimated as at March 31, 1965:

Estimated Gross Capital Debt.....	\$2,201,144,472.57	
Less: Estimated Revenue-Producing and Realizable Assets.....	777,986,374.73	
Estimated Net Capital Debt.....		\$1,423,158,097.84

As at March 31, 1964:

Gross Capital Debt.....	\$2,057,963,806.85	
Less: Revenue-Producing and Realizable Assets.....	713,219,659.01	
Net Capital Debt.....		1,344,744,147.84

ESTIMATED INCREASE IN NET CAPITAL DEBT..... \$ 78,413,950.00

NET CAPITAL DEBT INCREASED BY:

Capital Disbursements on Highways, Buildings, Public Works, etc.....	\$ 263,589,000.00	
Less: Capital Receipts.....	\$ 2,131,000.00	
Capital Disbursements financed out of Ordinary Revenue.....	143,000,000.00	
	145,131,000.00	
Discount on Debentures issued during year.....		\$ 118,458,000.00
Repayment to Government of Canada under Tax Rental Agreement, 1952-56.....		2,931,250.00
		224,000.00
		<u>\$ 121,613,250.00</u>

NET CAPITAL DEBT DECREASED BY:

Sinking Fund Provision charged to Ordinary Expenditure	\$ 40,000,000.00	
Surplus on Ordinary Account.....	960,000.00	
	<u>\$ 40,960,000.00</u>	
Discount and Exchange on Debentures, written off....	1,735,000.00	
Increase in Reserves (net).....	501,000.00	
Miscellaneous Decrease.....	3,300.00	
		<u>43,199,300.00</u>

ESTIMATED INCREASE IN NET CAPITAL DEBT..... \$ 78,413,950.00

**ESTIMATED INCREASE IN THE FUNDED DEBT
FOR THE FISCAL YEAR ENDING MARCH 31, 1965**

Estimated as at March 31, 1965 (after deducting Sinking Fund)	\$1,837,485,706.86
As at March 31, 1964 (after deducting Sinking Fund)	1,722,378,641.14

ESTIMATED INCREASE IN FUNDED DEBT. \$ 115,107,065.72

FUNDED DEBT INCREASED BY:

Debentures Issued:

Series "TI"—5% due November 1, 1972(1)	\$ 36,000,000.00
Series "DN"—5% due April 15, 1973	8,500,000.00
Series "DP"—5¼% due April 15, 1984	41,500,000.00
Series "DQ"—5¼% due December 1, 1984	60,000,000.00
Series "MER"—5% due December 31, 1973(2)	10,700,000.00
	<u>\$ 156,700,000.00</u>

FUNDED DEBT DECREASED BY:

Redemption of Debentures:	
On Maturity	\$ 48,713,000.00
Deduct: Debentures retired from Sinking Fund	\$47,120,065.72
Less: Provision for Sinking Fund	40,000,000.00
	<u>7,120,065.72</u>
	41,592,934.28

ESTIMATED INCREASE IN FUNDED DEBT. \$ 115,107,065.72

- (1) Issued under The Teachers' Superannuation Act.
- (2) Issued under The Ontario Municipal Employees Retirement System Act.

**ESTIMATED INCREASE IN CONTINGENT LIABILITIES
(Before Deducting Guaranteed Bonds Held in Sinking Funds)
FOR THE FISCAL YEAR ENDING MARCH 31, 1965**

Estimated as at March 31, 1965	\$1,778,776,914.00
As at March 31, 1964	1,740,601,414.00

ESTIMATED INCREASE IN CONTINGENT LIABILITIES. \$ 38,175,500.00

CONTINGENT LIABILITIES INCREASED BY:

New guarantees or increases in existing guarantees during the fiscal year ending March 31, 1965—	
The Hydro-Electric Power Commission of Ontario	\$140,000,000.00
Ontario Northland Transportation Commission	7,500,000.00
Economic Development Loans	516,000.00
The Junior Farmer Establishment Act	18,000.00
Loans to purchase hay and grain	150,000.00
	<u>\$ 148,184,000.00</u>

CONTINGENT LIABILITIES DECREASED BY:

Principal maturities redeemed, or to be redeemed, including redemptions prior to maturity and reduction of bank loans, during the fiscal year ending March 31, 1965—	
The Hydro-Electric Power Commission of Ontario	\$ 95,515,000.00
Ontario Northland Transportation Commission	7,363,000.00
Ontario Flue-Cured Tobacco Growers' Marketing Board	6,000,000.00
Co-operative Associations	21,500.00
Ontario Stock Yards Board	95,000.00
Economic Development Loans	614,000.00
The Niagara Parks Commission	400,000.00
	<u>\$ 110,008,500.00</u>

ESTIMATED INCREASE IN CONTINGENT LIABILITIES. \$ 38,175,500.00

BUDGET FORECAST OF ORDINARY REVENUE
FISCAL YEAR APRIL 1, 1965 TO MARCH 31, 1966

DEPARTMENT	Gross Ordinary Revenue	Application of Revenue to Expenditure	Net Ordinary Revenue
AGRICULTURE.....	\$ 989,000	\$.....	\$ 989,000
ATTORNEY GENERAL.....	14,559,000	1,156,000	13,403,000
ECONOMICS AND DEVELOPMENT.....	2,000	.....	2,000
EDUCATION.....	12,622,000	8,760,000	3,862,000
ENERGY AND RESOURCES MANAGE- MENT.....	282,000	.....	282,000
HEALTH.....	8,200,000	5,200,000	3,000,000
HIGHWAYS.....	3,058,000	.....	3,058,000
LABOUR.....	1,632,000	.....	1,632,000
LANDS AND FORESTS.....	24,400,000	.....	24,400,000
MINES.....	12,797,000	25,000	12,772,000
MUNICIPAL AFFAIRS.....	8,707,000	8,000,000	707,000
PROVINCIAL SECRETARY AND CITIZEN- SHIP.....	2,916,000	.....	2,916,000
PUBLIC WELFARE.....	20,000	.....	20,000
PUBLIC WORKS.....	1,287,000	3,000	1,284,000
REFORM INSTITUTIONS.....	4,040,000	3,182,000	858,000
TOURISM AND INFORMATION.....	1,160,000	.....	1,160,000
TRANSPORT.....	88,603,000	603,000	88,000,000
TREASURY:			
Main Office—Subsidy.....	4,624,000	.....	4,624,000
Interest.....	72,000	.....	72,000
Ontario Racing Commission.....	140,000	.....	140,000
Liquor Control Board.....	114,000,000	.....	114,000,000
Province of Ontario Savings Office.....	957,000	957,000	.....
Provincial share of Income Tax collected from privately-owned corporations operating public utilities.....	1,000,000	.....	1,000,000
Water Rentals.....	5,500,000	.....	5,500,000
Comptroller of Revenue:			
Income Tax Collection Agreement.....	254,448,000	.....	254,448,000
Corporations Tax.....	244,000,000	.....	244,000,000
Retail Sales Tax.....	207,000,000	.....	207,000,000
Gasoline Tax.....	227,000,000	.....	227,000,000
Succession Duty.....	46,000,000	.....	46,000,000
Share of Federal Estate Tax.....	15,316,000	.....	15,316,000
Motor Vehicle Fuel Tax.....	12,800,000	.....	12,800,000
Race Tracks Tax.....	10,000,000	.....	10,000,000
Hospitals Tax.....	5,500,000	.....	5,500,000
Land Transfer Tax.....	5,000,000	.....	5,000,000
Logging Tax.....	3,000,000	.....	3,000,000
Security Transfer Tax.....	3,200,000	.....	3,200,000
Total for Treasury.....	\$1,159,557,000	\$ 957,000	\$1,158,600,000
	\$1,344,831,000	\$27,886,000	\$1,316,945,000
PUBLIC DEBT—Interest, etc.....	33,695,000	33,695,000	.....
	<u>\$1,378,526,000</u>	<u>\$61,581,000</u>	<u>\$1,316,945,000</u>

**BUDGET FORECAST OF ORDINARY EXPENDITURE
FISCAL YEAR APRIL 1, 1965 TO MARCH 31, 1966**

DEPARTMENT	Gross Ordinary Expenditure	Application of Revenue to Expenditure	Net Ordinary Expenditure
AGRICULTURE.....	\$ 21,503,000	\$.....	\$ 21,503,000
ATTORNEY GENERAL.....	39,288,000	1,156,000	38,132,000
CIVIL SERVICE.....	1,209,000	.....	1,209,000
ECONOMICS AND DEVELOPMENT.....	9,567,000	.....	9,567,000
EDUCATION.....	453,682,000	8,760,000	444,922,000
ENERGY AND RESOURCES MANAGE- MENT.....	7,077,000	.....	7,077,000
HEALTH.....	166,913,000	5,200,000	161,713,000
HIGHWAYS.....	92,141,000	.....	92,141,000
LABOUR.....	6,658,000	.....	6,658,000
LANDS AND FORESTS.....	29,400,000	.....	29,400,000
LIEUTENANT GOVERNOR.....	33,000	.....	33,000
MINES.....	2,657,000	25,000	2,632,000
MUNICIPAL AFFAIRS.....	56,145,000	8,000,000	48,145,000
PRIME MINISTER.....	253,000	.....	253,000
PROVINCIAL AUDITOR.....	568,000	.....	568,000
PROVINCIAL SECRETARY AND CITIZEN- SHIP.....	4,580,000	.....	4,580,000
PUBLIC WELFARE.....	84,353,000	.....	84,353,000
PUBLIC WORKS.....	13,622,000	3,000	13,619,000
REFORM INSTITUTIONS.....	21,576,000	3,182,000	18,394,000
TOURISM AND INFORMATION.....	5,950,000	.....	5,950,000
TRANSPORT.....	8,443,000	603,000	7,840,000
TREASURY.....	30,012,000	957,000	29,055,000
UNIVERSITY AFFAIRS.....	63,655,000	.....	63,655,000
	<u>\$1,119,285,000</u>	<u>\$27,886,000</u>	<u>\$1,091,399,000</u>
PUBLIC DEBT—Interest, etc.....	105,179,000	33,695,000	71,484,000
	<u>\$1,224,464,000</u>	<u>\$61,581,000</u>	<u>\$1,162,883,000</u>
PUBLIC DEBT—Provision for Sinking Fund.....	41,500,000	.....	41,500,000
	<u>\$1,265,964,000</u>	<u>\$61,581,000</u>	<u>\$1,204,383,000</u>
Capital Disbursements to be financed out of Ordinary Revenue.....	112,000,000	.....	112,000,000
	<u>\$1,377,964,000</u>	<u>\$61,581,000</u>	<u>\$1,316,383,000</u>

SUMMARY

Ordinary Revenue and Ordinary Expenditure, Fiscal Year April 1, 1965 to March 31, 1966

NET ORDINARY REVENUE.....	\$1,316,945,000
Less: Net Ordinary Expenditure.....	\$1,162,883,000
Provision for Sinking Fund....	41,500,000
Capital Disbursements to be financed out of Ordinary Revenue.....	112,000,000
	<u>1,316,383,000</u>
FORECAST SURPLUS.....	<u>\$ 562,000</u>

BUDGET FORECAST OF CAPITAL RECEIPTS
FISCAL YEAR APRIL 1, 1965 TO MARCH 31, 1966

DEPARTMENT	Gross Capital Receipts	Application of Receipts to Disbursements	Net Capital Receipts
EDUCATION.....	\$ 1,200,000	\$.....	\$ 1,200,000
ENERGY AND RESOURCES MANAGEMENT.....	1,000	.....	1,000
HIGHWAYS.....	540,000	.....	540,000
LABOUR.....	9,500,000	.....	9,500,000
LANDS AND FORESTS.....	1,000,000	.....	1,000,000
MINES.....	3,000	.....	3,000
MUNICIPAL AFFAIRS.....	18,500,000	.....	18,500,000
PUBLIC WELFARE.....	21,199,000	21,199,000	.....
TRANSPORT.....	6,500,000	.....	6,500,000
TREASURY.....	111,667,000	.....	111,667,000
	<u>\$170,110,000</u>	<u>\$21,199,000</u>	<u>\$148,911,000</u>

SUMMARY

Sale of Land, Buildings, etc.....	\$ 1,543,000
Repayment of Loans and Advances.....	26,856,000
Special Funds.....	77,212,000
Deferred Assets, etc.....	43,300,000
	<u>\$148,911,000</u>

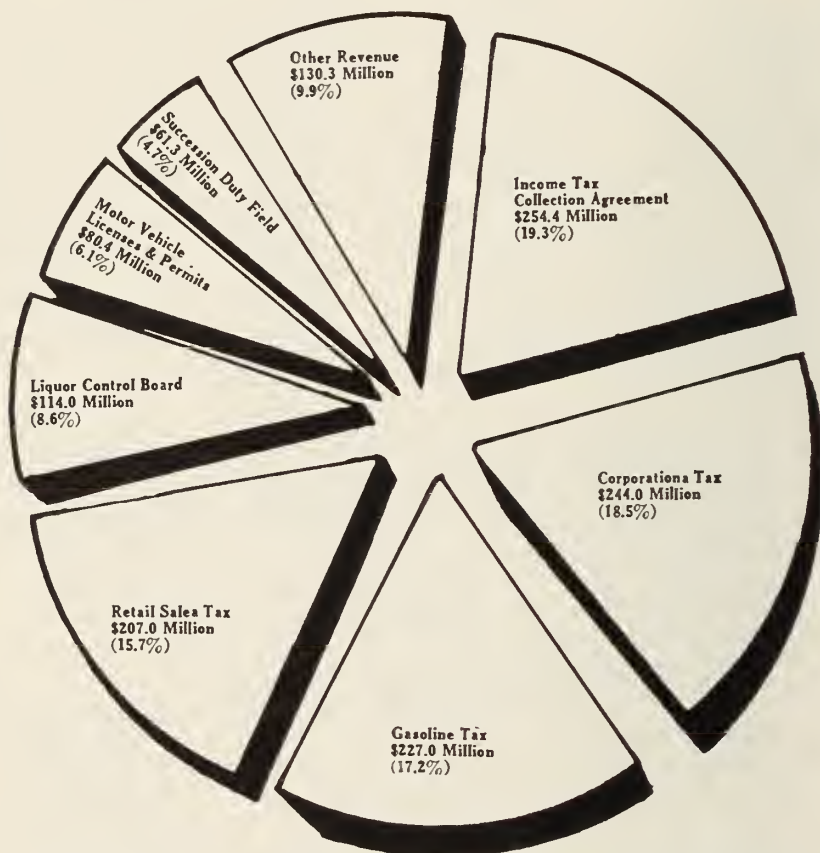
**BUDGET FORECAST OF CAPITAL DISBURSEMENTS
FISCAL YEAR APRIL 1, 1965 TO MARCH 31, 1966**

DEPARTMENT	Gross Capital Disbursements	Application of Receipts to Disbursements	Net Capital Disbursements
AGRICULTURE.....	\$ 600,000	\$.....	\$ 600,000
ECONOMICS AND DEVELOPMENT.....	9,750,000	.....	9,750,000
EDUCATION.....	100,000	.....	100,000
ENERGY AND RESOURCES MANAGEMENT	36,106,000	.....	36,106,000
HEALTH.....	9,500,000	.....	9,500,000
HIGHWAYS.....	237,252,000	.....	237,252,000
LABOUR.....	9,500,000	.....	9,500,000
LANDS AND FORESTS.....	4,893,000	.....	4,893,000
MINES.....	1,000,000	.....	1,000,000
MUNICIPAL AFFAIRS.....	97,557,000	.....	97,557,000
PUBLIC WELFARE.....	21,199,000	21,199,000	.....
PUBLIC WORKS.....	43,975,000	.....	43,975,000
TRANSPORT.....	4,103,000	.....	4,103,000
TREASURY.....	129,475,000	.....	129,475,000
	<u>\$605,010,000</u>	<u>\$21,199,000</u>	<u>\$583,811,000</u>
Less: To be financed out of Ordinary Revenue....	112,000,000	.....	112,000,000
	<u>\$493,010,000</u>	<u>\$21,199,000</u>	<u>\$471,811,000</u>

SUMMARY

Highways, Buildings, etc.....	\$296,738,000	
Less: To be financed out of Ordinary Revenue.....	<u>112,000,000</u>	\$184,738,000
Loans and Advances.....		258,095,000
Special Funds:.....		<u>28,978,000</u>
		<u>\$471,811,000</u>

**NET ORDINARY AND NET CAPITAL REVENUES
FISCAL YEAR 1965-66***



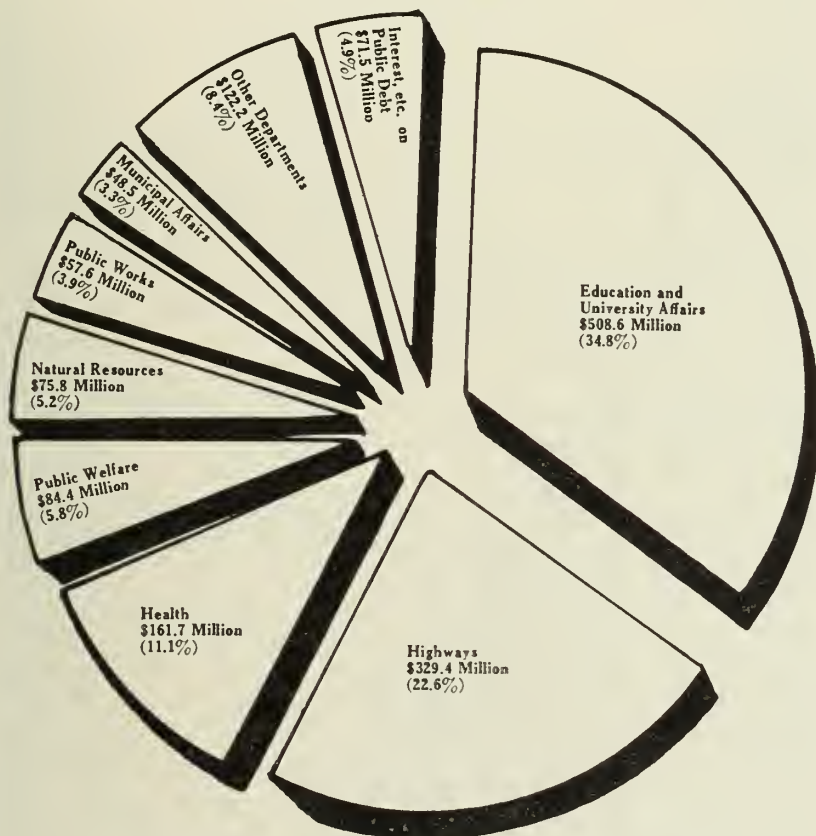
**SOURCES OF NET ORDINARY AND NET CAPITAL REVENUES
FISCAL YEAR 1965-66***

Source	Amount	Percentage of Total Net Ordinary and Net Capital Revenues
	(Thousands of Dollars)	%
INCOME TAX COLLECTION AGREEMENT	254,448	19.3
CORPORATIONS TAX	244,000	18.5
GASOLINE TAX	227,000	17.2
RETAIL SALES TAX	207,000	15.7
LIQUOR CONTROL BOARD	114,000	8.6
MOTOR VEHICLE LICENSES AND PERMITS	80,380	6.1
SUCCESSION DUTY AND 25 PER CENT SHARE OF FEDERAL ESTATE TAX	61,316	4.7
OTHER REVENUE**	130,344	9.9
TOTAL	1,318,488	100.0

* Forecast.

** Includes \$1,543,000 in capital receipts from sale of land, buildings, etc.

**NET ORDINARY AND NET CAPITAL EXPENDITURES
FISCAL YEAR 1965-66***



**NET ORDINARY AND NET CAPITAL EXPENDITURES
BY DEPARTMENTS, FISCAL YEAR 1965-66***

Department	Net Ordinary Expenditure	Net Capital Expenditure on Physical Assets	Combined Net Ordinary and Net Capital Expenditures	Percentage of Total Combined Net Ordinary and Net Capital Expenditures
(Thousands of Dollars)				
EDUCATION AND UNIVERSITY AFFAIRS	508,577	—	508,577	34.8
HIGHWAYS	92,141	237,252	329,393	22.6
HEALTH	161,713	—	161,713	11.1
PUBLIC WELFARE	84,353	—	84,353	5.8
NATURAL RESOURCES**	60,612	15,199	75,811	5.2
PUBLIC WORKS	13,619	43,975	57,594	3.9
MUNICIPAL AFFAIRS	48,145	312	48,457	3.3
OTHER DEPARTMENTS	122,239	—	122,239	8.4
INTEREST, ETC. ON PUBLIC DEBT	71,484	—	71,484	4.9
TOTAL	<u>1,162,883</u>	<u>296,738</u>	<u>1,459,621</u>	<u>100.0</u>

* Forecast, exclusive of provision for Sinking Fund of \$41,500,000.

** Includes the Departments of Agriculture, Energy and Resources Management, Lands and Forests, and Mines.

**ONTARIO'S INVESTMENT IN PHYSICAL ASSETS AND HUMAN BETTERMENT
FISCAL YEARS 1943-44 TO 1964-65**

PHYSICAL ASSETS

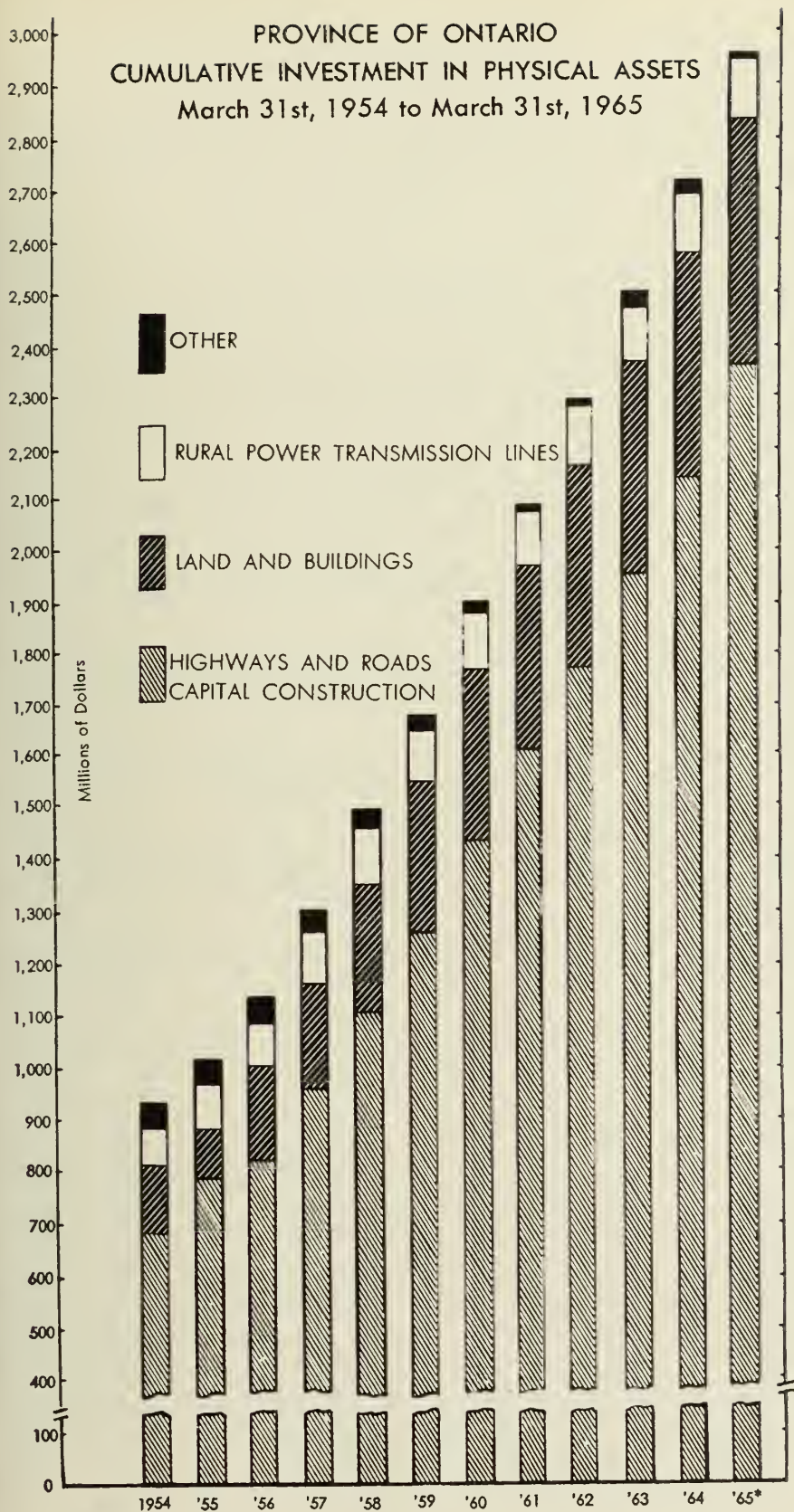
	Estimated 1964-65	Estimated Twenty-two-year Total 1943-44 to 1964-65
Highways and Roads	\$216,224,000	\$2,005,001,956*
Land and Buildings	36,340,000	405,938,479
Rural Power Transmission Lines	1,000,000	99,178,462
General Works and Improvements, etc.	7,894,000	33,729,194
	<u>\$261,458,000</u>	<u>\$2,543,848,091*</u>

*Including expenditure from Highway Construction Account.

HUMAN BETTERMENT

	Estimated 1964-65	Estimated Twenty-two-year Total 1943-44 to 1964-65
Education and University Affairs	\$428,182,000	\$2,990,599,012
Health	158,838,000	1,365,043,595
Public Welfare	72,095,000	697,977,955
	<u>\$659,115,000</u>	<u>\$5,053,620,562</u>

PROVINCE OF ONTARIO
CUMULATIVE INVESTMENT IN PHYSICAL ASSETS
March 31st, 1954 to March 31st, 1965



*Estimated

ASSISTANCE TO LOCAL AUTHORITIES BY THE PROVINCE OF ONTARIO, FISCAL YEARS ENDING MARCH 31: 1956 TO 1966

	1956	1957	1958	1959	1960	1961	1962	1963	1964	1965 ¹	1966 ²
					(Thousands of Dollars)						
Education:											
General Legislative Grants, etc...	70,757	81,201	99,932	131,066	150,255	164,060	184,087	224,105	243,678	306,665	339,200
Provincial Share of Cost of New Vocational Units for School Boards.....	..	..	..	..	..	..	3,676	37,283	18,846	20,000	20,000
Provincial Contributions to the Teachers' Superannuation Fund	5,960	6,686	10,509	11,836	13,501	15,636	17,466	19,074	20,839	22,000	24,005
Total—Education.....	76,717	87,887	110,441	142,902	163,756	179,696	205,229	280,462	283,363	348,665	383,205
Hospitals:											
Maintenance, Construction and Contributions to Hospital Care	15,696	16,100	15,127	21,072	27,332	29,808	32,444 ³	32,396 ³	32,327 ³	32,349 ³	36,073 ³
Insurance Plan, etc.....	5,754	6,865	5,837	4,547	5,000	2,449	3,008	3,400	3,561	9,165	..
Special Grants to Hospitals.....	..	..	..	..	..	..	..	..	..	..	..
Total—Hospitals.....	21,450	22,965	20,964	25,619	32,332	32,257	35,452	35,796	35,888	41,514	36,073
Health Units, School Medical Inspection and School Dental Services...	775	856	896	960	1,042	1,164	1,276	1,479	1,529	1,810	2,275
Roads.....	40,519	46,794	52,490	55,123	63,435	71,677	72,832	77,362	89,429	97,914	104,235
Police Act.....	137	162	167	181	198	239	253	270	285	330	290
Fire Departments Act.....	117	128	131	148	157	169	177	188	198	237	210
Unconditional Grants.....	12,396	12,702	20,670	20,962	23,996	24,979	25,509	25,761	26,240	27,000	27,200
Redevelopment Grants.....	288	48	..	109	208	776	560	1,207	374	1,350	3,008
Grants for Municipal Winter Works Program.....	..	..	..	889	929	1,173	2,579	2,665	3,317	2,516	3,250
Day Nurseries.....	196	197	212	250	241	231	241	265	265	334	361
Child Welfare.....	1,730	2,127	3,321	4,563	4,928	4,621	4,973	5,431	5,601	7,430	8,161
Homes for the Aged.....	2,978	4,373	5,346	2,828	4,662	5,508	5,442	4,552	4,912	4,417	6,379
Erection of Housing Units for Elderly Persons.....	39	18	190	101	29	404	168	133	137	696	215
General Welfare Assistance.....	3,667	3,900	4,556	6,380	5,516	8,451	10,907	12,383	15,638	20,403	24,863
Community Centres.....	150	265	352	340	335	325	375	467	406	377	450
Conservation, Drainage Aid and Flood Control.....	1,125	1,759	1,794	1,747	2,729	2,018	2,565	4,151	4,496	6,825	8,280
Mining Municipalities.....	1,499	2,000	2,276	2,628	3,246	5,171	5,225	5,591	5,899	5,988	5,698
Payments in Lieu of Certain Municipal Taxes.....	530	628	788	922	1,035	1,232	1,354	1,787	2,211	2,352	2,894
Miscellaneous.....	350	377	1,170	688	787	830	815	681	1,221	1,684	3,381
Total Assistance to Local Authorities	164,663	187,186	225,764	267,340	309,561	340,921	375,932	460,631	481,409	571,842	620,428

¹Estimated.²Forecast.

³Does not include additional appropriation of \$32.0 million in 1961-62, \$39.5 million in 1962-63, \$9.1 million in 1963-64, \$32.0 million in 1964-65 and \$32.0 million in 1965-66 for the Ontario Hospital Services Commission.

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**INTERIM STATEMENT OF ORDINARY REVENUE
FISCAL YEAR APRIL 1, 1964 TO MARCH 31, 1965**

8 MONTHS' ACTUAL PLUS 4 MONTHS' FORECAST

DEPARTMENT	Gross Ordinary Revenue	Application of Revenue to Expenditure	Net Ordinary Revenue
AGRICULTURE.....	\$ 2,397,000	\$..... \$	2,397,000
ATTORNEY GENERAL.....	12,616,000	957,000	11,659,000
ECONOMICS AND DEVELOPMENT.....	13,000	.....	13,000
EDUCATION.....	13,558,000	10,505,000	3,053,000
ENERGY AND RESOURCES MANAGEMENT	268,000	.....	268,000
HEALTH.....	8,061,000	4,600,000	3,461,000
HIGHWAYS.....	2,950,000	.....	2,950,000
INSURANCE.....	1,060,000	.....	1,060,000
LABOUR.....	1,431,000	.....	1,431,000
LANDS AND FORESTS.....	23,320,000	.....	23,320,000
MINES.....	13,792,000	24,000	13,768,000
MUNICIPAL AFFAIRS.....	7,698,000	7,129,000	569,000
PROVINCIAL SECRETARY AND CITIZEN- SHIP.....	2,840,000	.....	2,840,000
PUBLIC WELFARE.....	30,000	.....	30,000
PUBLIC WORKS.....	1,321,000	3,000	1,318,000
REFORM INSTITUTIONS.....	3,758,000	2,912,000	846,000
TOURISM AND INFORMATION.....	1,123,000	.....	1,123,000
TRANSPORT.....	81,999,000	539,000	81,460,000
TREASURY:			
Main Office—Subsidy.....	4,624,000	.....	4,624,000
Interest.....	72,000	.....	72,000
Miscellaneous.....	328,000	.....	328,000
Ontario Racing Commission.....	127,000	.....	127,000
Liquor Control Board.....	110,000,000	.....	110,000,000
Province of Ontario Savings Office.....	928,000	928,000	.....
Provincial share of Income Tax collected from privately-owned corporations operating public utilities.....	1,000,000	.....	1,000,000
Water Rentals.....	5,500,000	.....	5,500,000
Comptroller of Revenue:			
Income Tax Collection Agreement.....	194,611,000	.....	194,611,000
Corporations Tax.....	234,000,000	.....	234,000,000
Retail Sales Tax.....	194,300,000	.....	194,300,000
Gasoline Tax.....	220,000,000	.....	220,000,000
Succession Duty.....	46,000,000	.....	46,000,000
Share of Federal Estate Tax.....	15,116,000	.....	15,116,000
Motor Vehicle Fuel Tax.....	12,000,000	.....	12,000,000
Race Tracks Tax.....	9,200,000	.....	9,200,000
Hospitals Tax.....	5,300,000	.....	5,300,000
Land Transfer Tax.....	5,200,000	.....	5,200,000
Logging Tax.....	2,800,000	.....	2,800,000
Security Transfer Tax.....	3,900,000	.....	3,900,000
Total for Treasury.....	\$1,065,006,000	\$ 928,000	\$1,064,078,000
	\$1,243,241,000	\$27,597,000	\$1,215,644,000
PUBLIC DEBT—Interest, etc.....	30,320,000	30,320,000	.....
	<u>\$1,273,561,000</u>	<u>\$57,917,000</u>	<u>\$1,215,644,000</u>

**INTERIM STATEMENT OF ORDINARY EXPENDITURE
FISCAL YEAR APRIL 1, 1964 TO MARCH 31, 1965**

8 MONTHS' ACTUAL PLUS 4 MONTHS' FORECAST

DEPARTMENT	Gross Ordinary Expenditure	Application of Revenue to Expenditure	Net Ordinary Expenditure
AGRICULTURE.....	\$ 21,224,000	\$.....	\$ 21,224,000
ATTORNEY GENERAL.....	34,943,000	957,000	33,986,000
CIVIL SERVICE.....	1,008,000	.....	1,008,000
ECONOMICS AND DEVELOPMENT.....	10,572,000	.....	10,572,000
EDUCATION.....	438,536,000	10,505,000	428,031,000
ENERGY AND RESOURCES MANAGEMENT	6,490,000	.....	6,490,000
HEALTH.....	163,438,000	4,600,000	158,838,000
HIGHWAYS.....	86,891,000	.....	86,891,000
INSURANCE.....	565,000	.....	565,000
LABOUR.....	5,039,000	.....	5,039,000
LANDS AND FORESTS.....	29,739,000	.....	29,739,000
LIEUTENANT GOVERNOR.....	27,000	.....	27,000
MINES.....	2,601,000	24,000	2,577,000
MUNICIPAL AFFAIRS.....	50,760,000	7,129,000	43,631,000
PRIME MINISTER.....	219,000	.....	219,000
PROVINCIAL AUDITOR.....	545,000	.....	545,000
PROVINCIAL SECRETARY AND CITIZEN- SHIP.....	4,540,000	.....	4,540,000
PUBLIC WELFARE.....	72,095,000	.....	72,095,000
PUBLIC WORKS.....	13,932,000	3,000	13,929,000
REFORM INSTITUTIONS.....	19,921,000	2,912,000	17,009,000
TOURISM AND INFORMATION.....	4,839,000	.....	4,839,000
TRANSPORT.....	7,567,000	539,000	7,028,000
TREASURY.....	21,040,000	928,000	20,112,000
UNIVERSITY AFFAIRS.....	151,000	.....	151,000
	<u>\$ 996,682,000</u>	<u>\$27,597,000</u>	<u>\$ 969,085,000</u>
PUBLIC DEBT—Interest, etc.....	92,919,000	30,320,000	62,599,000
	<u>\$1,089,601,000</u>	<u>\$57,917,000</u>	<u>\$1,031,684,000</u>
PUBLIC DEBT—Provision for Sinking Fund.....	40,000,000	.....	40,000,000
	<u>\$1,129,601,000</u>	<u>\$57,917,000</u>	<u>\$1,071,684,000</u>
Capital Disbursements financed out of Ordinary Revenue.....	143,000,000	.....	143,000,000
	<u>\$1,272,601,000</u>	<u>\$57,917,000</u>	<u>\$1,214,684,000</u>

SUMMARY

Ordinary Revenue and Ordinary Expenditure, Fiscal Year April 1, 1964 to March 31, 1965

8 MONTHS' ACTUAL PLUS 4 MONTHS' FORECAST

NET ORDINARY REVENUE.....	\$1,215,644,000
Less: Net Ordinary Expenditure.....	\$1,031,684,000
Provision for Sinking Fund.....	40,000,000
Capital Disbursements financed out of Ordinary Revenue...	143,000,000
	<u>1,214,684,000</u>
INTERIM SURPLUS.....	<u>\$ 960,000</u>

**INTERIM STATEMENT OF CAPITAL RECEIPTS
FISCAL YEAR APRIL 1, 1964 TO MARCH 31, 1965**

8 MONTHS' ACTUAL PLUS 4 MONTHS' FORECAST

DEPARTMENT	Gross Capital Receipts	Application of Receipts to Disbursements	Net Capital Receipts
ECONOMICS AND DEVELOPMENT.....	\$ 464,000	\$	\$ 464,000
EDUCATION.....	1,000,000	.....	1,000,000
ENERGY AND RESOURCES MANAGEMENT.....	7,000	.....	7,000
HIGHWAYS.....	1,040,000	.....	1,040,000
LABOUR.....	8,500,000	.....	8,500,000
LANDS AND FORESTS.....	1,000,000	.....	1,000,000
MINES.....	6,000	.....	6,000
PUBLIC WELFARE.....	19,837,000	19,837,000	.....
PUBLIC WORKS.....	100,000	.....	100,000
TRANSPORT.....	4,050,000	.....	4,050,000
TREASURY.....	95,980,000	.....	95,980,000
	<u>\$131,984,000</u>	<u>\$19,837,000</u>	<u>\$112,147,000</u>

SUMMARY

Sale of Land, Buildings, etc.....	\$ 2,131,000
Repayment of Loans and Advances.....	5,537,400
Special Funds.....	62,702,600
Deferred Assets, etc.....	41,776,000
	<u>\$112,147,000</u>

**INTERIM STATEMENT OF CAPITAL DISBURSEMENTS
FISCAL YEAR APRIL 1, 1964 TO MARCH 31, 1965**

8 MONTHS' ACTUAL PLUS 4 MONTHS' FORECAST

DEPARTMENT	Gross Capital Disbursements	Application of Receipts to Disbursements	Net Capital Disbursements
AGRICULTURE.....	\$ 500,000	\$	\$ 500,000
ECONOMICS AND DEVELOPMENT.....	4,662,000	.....	4,662,000
EDUCATION.....	150,000	.....	150,000
ENERGY AND RESOURCES MANAGEMENT.....	17,950,000	.....	17,950,000
HEALTH.....	5,000,000	.....	5,000,000
HIGHWAYS.....	215,014,000	.....	215,014,000
LABOUR.....	9,000,000	.....	9,000,000
LANDS AND FORESTS.....	2,500,000	.....	2,500,000
MINES.....	1,700,000	.....	1,700,000
MUNICIPAL AFFAIRS.....	49,200,000	.....	49,200,000
PUBLIC WELFARE.....	19,837,000	19,837,000	.....
PUBLIC WORKS.....	36,425,000	.....	36,425,000
TRANSPORT.....	3,739,000	.....	3,739,000
TREASURY.....	78,508,000	.....	78,508,000
	<u>\$444,185,000</u>	<u>\$19,837,000</u>	<u>\$424,348,000</u>
Less: Financed out of Ordinary Revenue.....	143,000,000	.....	143,000,000
	<u>\$301,185,000</u>	<u>\$19,837,000</u>	<u>\$281,348,000</u>

SUMMARY

Highways, Buildings, etc.....	\$263,589,000
Less: Financed out of Ordinary Revenue.....	143,000,000
	<u>\$120,589,000</u>
Loans and Advances.....	133,562,000
Special Funds.....	26,973,000
Miscellaneous.....	224,000
	<u>\$281,348,000</u>

ESTIMATED INCREASE IN THE GROSS CAPITAL DEBT FOR THE FISCAL YEAR ENDING MARCH 31, 1965

Estimated Gross Capital Debt as at March 31, 1965.....	\$2,201,144,472.57
Gross Capital Debt as at March 31, 1964.....	2,057,963,806.85

ESTIMATED INCREASE IN GROSS CAPITAL DEBT.....	<u>\$ 143,180,665.72</u>
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GROSS CAPITAL DEBT INCREASED BY:

Capital Disbursements on Highways, Buildings, Public Works, etc.....	\$263,589,000.00
Less: Capital Receipts.....	\$ 2,131,000.00
Capital Disbursements financed out of Ordinary Revenue....	<u>143,000,000.00</u>
	145,131,000.00
	<u>\$118,458,000.00</u>
Increase in Investments of The Ontario Junior Farmer Establishment Loan Corporation.....	7,364,000.00
Increase in Advances under The Ontario Housing Corporation Act (net).....	2,198,000.00
Advance to The Sheridan Park Corporation.....	2,000,000.00
Increase in Advances to Ontario Water Resources Commission.....	10,000,000.00
Advance to Ontario Universities Capital Aid Corporation	53,600,000.00
Advances re Municipal Works Assistance Program.....	28,300,000.00
Purchase of Debentures of The Municipality of Metropolitan Toronto, less repayment.....	19,713,000.00
Increase in Co-operative Loans (net).....	182,000.00
Increase in Tile Drainage Loans (net).....	625,000.00
Loans for Hospital Construction.....	5,000,000.00
Discount on Debentures issued during year.....	2,931,250.00
Repayment to Government of Canada under Tax Rental Agreement, 1952-56.....	224,000.00
Increase in Miscellaneous Loans.....	<u>310,000.00</u>
	<u>\$ 250,905,250.00</u>

GROSS CAPITAL DEBT DECREASED BY:

Sinking Fund Provision charged to Ordinary Expenditure	\$ 40,000,000.00
Estimated Surplus on Ordinary Account.....	960,000.00
	<u>\$ 40,960,000.00</u>
Discount and Exchange on Debentures, written off.....	1,735,000.00
Net Repayments of Loans Receivable— The Hydro-Electric Power Commission of Ontario	
—on unsecured advances. \$	1,593,000.00
Miscellaneous (net).....	<u>410,400.00</u>
	2,003,400.00
Decrease in Investments of The Ontario Municipal Improvement Corporation.....	1,952,000.00
Decrease in Investments of Housing Corporation Limited	408,000.00
Decrease in Advance re Student-Aid Loans (net).....	850,000.00
Increase in Reserves (net).....	501,000.00
Decrease in Temporary Investments.....	50,089,945.00
Decrease in Cash on Hand and in Bank.....	<u>9,225,239.28</u>
	107,724,584.28

ESTIMATED INCREASE IN GROSS CAPITAL DEBT.....	<u>\$ 143,180,665.72</u>
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**ESTIMATED INCREASE IN THE NET CAPITAL DEBT
FOR THE FISCAL YEAR ENDING MARCH 31, 1965**

Estimated as at March 31, 1965:

Estimated Gross Capital Debt.....	\$2,201,144,472.57	
Less: Estimated Revenue-Producing and Realizable Assets.....	777,986,374.73	
Estimated Net Capital Debt.....		\$1,423,158,097.84

As at March 31, 1964:

Gross Capital Debt.....	\$2,057,963,806.85	
Less: Revenue-Producing and Realizable Assets.....	713,219,659.01	
Net Capital Debt.....		1,344,744,147.84

ESTIMATED INCREASE IN NET CAPITAL DEBT..... \$ 78,413,950.00

NET CAPITAL DEBT INCREASED BY:

Capital Disbursements on Highways, Buildings, Public Works, etc.....	\$ 263,589,000.00	
Less: Capital Receipts.....	\$ 2,131,000.00	
Capital Disbursements financed out of Ordinary Revenue.....	143,000,000.00	
	<u>145,131,000.00</u>	
		\$ 118,458,000.00
Discount on Debentures issued during year.....		2,931,250.00
Repayment to Government of Canada under Tax Rental Agreement, 1952-56.....		224,000.00
		<u>\$ 121,613,250.00</u>

NET CAPITAL DEBT DECREASED BY:

Sinking Fund Provision charged to Ordinary Expenditure	\$ 40,000,000.00	
Surplus on Ordinary Account.....	960,000.00	
	<u>\$ 40,960,000.00</u>	
Discount and Exchange on Debentures, written off....	1,735,000.00	
Increase in Reserves (net).....	501,000.00	
Miscellaneous Decrease.....	3,300.00	
		<u>43,199,300.00</u>

ESTIMATED INCREASE IN NET CAPITAL DEBT..... \$ 78,413,950.00

**ESTIMATED INCREASE IN THE FUNDED DEBT
FOR THE FISCAL YEAR ENDING MARCH 31, 1965**

Estimated as at March 31, 1965 (after deducting Sinking Fund).....	\$1,837,485,706.86
As at March 31, 1964 (after deducting Sinking Fund).....	1,722,378,641.14

ESTIMATED INCREASE IN FUNDED DEBT..... \$ 115,107,065.72

FUNDED DEBT INCREASED BY:

Debentures Issued:

Series "TI"—5% due November 1, 1972(1).....	\$ 36,000,000.00
Series "DN"—5% due April 15, 1973.....	8,500,000.00
Series "DP"—5¼% due April 15, 1984.....	41,500,000.00
Series "DQ"—5¼% due December 1, 1984.....	60,000,000.00
Series "MER"—5% due December 31, 1973(2)....	10,700,000.00
	<u>\$ 156,700,000.00</u>

FUNDED DEBT DECREASED BY:

Redemption of Debentures:

On Maturity.....	\$ 48,713,000.00
Deduct: Debentures retired from Sinking Fund.....	\$47,120,065.72
Less: Provision for Sinking Fund.....	40,000,000.00
	<u>7,120,065.72</u>
	41,592,934.28

ESTIMATED INCREASE IN FUNDED DEBT..... \$ 115,107,065.72

- (1) Issued under The Teachers' Superannuation Act.
- (2) Issued under The Ontario Municipal Employees Retirement System Act.

**ESTIMATED INCREASE IN CONTINGENT LIABILITIES
(Before Deducting Guaranteed Bonds Held in Sinking Funds)
FOR THE FISCAL YEAR ENDING MARCH 31, 1965**

Estimated as at March 31, 1965.....	\$1,778,776,914.00
As at March 31, 1964.....	1,740,601,414.00

ESTIMATED INCREASE IN CONTINGENT LIABILITIES..... \$ 38,175,500.00

CONTINGENT LIABILITIES INCREASED BY:

New guarantees or increases in existing guarantees during the fiscal year ending March 31, 1965—

The Hydro-Electric Power Commission of Ontario...	\$140,000,000.00
Ontario Northland Transportation Commission...	7,500,000.00
Economic Development Loans.....	516,000.00
The Junior Farmer Establishment Act.....	18,000.00
Loans to purchase hay and grain.....	150,000.00
	<u>\$ 148,184,000.00</u>

CONTINGENT LIABILITIES DECREASED BY:

Principal maturities redeemed, or to be redeemed, including redemptions prior to maturity and reduction of bank loans, during the fiscal year ending March 31, 1965—

The Hydro-Electric Power Commission of Ontario...	\$ 95,515,000.00
Ontario Northland Transportation Commission...	7,363,000.00
Ontario Flue-Cured Tobacco Growers' Marketing Board.....	6,000,000.00
Co-operative Associations.....	21,500.00
Ontario Stock Yards Board.....	95,000.00
Economic Development Loans.....	614,000.00
The Niagara Parks Commission.....	400,000.00
	<u>\$ 110,008,500.00</u>

ESTIMATED INCREASE IN CONTINGENT LIABILITIES..... \$ 38,175,500.00

BUDGET FORECAST OF ORDINARY REVENUE
FISCAL YEAR APRIL 1, 1965 TO MARCH 31, 1966

DEPARTMENT	Gross Ordinary Revenue	Application of Revenue to Expenditure	Net Ordinary Revenue
AGRICULTURE.....	\$ 989,000	\$.....	\$ 989,000
ATTORNEY GENERAL.....	14,559,000	1,156,000	13,403,000
ECONOMICS AND DEVELOPMENT.....	2,000	.....	2,000
EDUCATION.....	12,622,000	8,760,000	3,862,000
ENERGY AND RESOURCES MANAGE- MENT.....	282,000	.....	282,000
HEALTH.....	8,200,000	5,200,000	3,000,000
HIGHWAYS.....	3,058,000	.....	3,058,000
LABOUR.....	1,632,000	.....	1,632,000
LANDS AND FORESTS.....	24,400,000	.....	24,400,000
MINES.....	12,797,000	25,000	12,772,000
MUNICIPAL AFFAIRS.....	8,707,000	8,000,000	707,000
PROVINCIAL SECRETARY AND CITIZEN- SHIP.....	2,916,000	.....	2,916,000
PUBLIC WELFARE.....	20,000	.....	20,000
PUBLIC WORKS.....	1,287,000	3,000	1,284,000
REFORM INSTITUTIONS.....	4,040,000	3,182,000	858,000
TOURISM AND INFORMATION.....	1,160,000	.....	1,160,000
TRANSPORT.....	88,603,000	603,000	88,000,000
TREASURY:			
Main Office—Subsidy.....	4,624,000	.....	4,624,000
Interest.....	72,000	.....	72,000
Ontario Racing Commission.....	140,000	.....	140,000
Liquor Control Board.....	114,000,000	.....	114,000,000
Province of Ontario Savings Office.....	957,000	957,000	.....
Provincial share of Income Tax collected from privately-owned corporations operating public utilities.....	1,000,000	.....	1,000,000
Water Rentals.....	5,500,000	.....	5,500,000
Comptroller of Revenue:			
Income Tax Collection Agreement.....	254,448,000	.....	254,448,000
Corporations Tax.....	244,000,000	.....	244,000,000
Retail Sales Tax.....	207,000,000	.....	207,000,000
Gasoline Tax.....	227,000,000	.....	227,000,000
Succession Duty.....	46,000,000	.....	46,000,000
Share of Federal Estate Tax.....	15,316,000	.....	15,316,000
Motor Vehicle Fuel Tax.....	12,800,000	.....	12,800,000
Race Tracks Tax.....	10,000,000	.....	10,000,000
Hospitals Tax.....	5,500,000	.....	5,500,000
Land Transfer Tax.....	5,000,000	.....	5,000,000
Logging Tax.....	3,000,000	.....	3,000,000
Security Transfer Tax.....	3,200,000	.....	3,200,000
Total for Treasury.....	\$1,159,557,000	\$ 957,000	\$1,158,600,000
	\$1,344,831,000	\$27,886,000	\$1,316,945,000
PUBLIC DEBT—Interest, etc.....	33,695,000	33,695,000	.....
	<u>\$1,378,526,000</u>	<u>\$61,581,000</u>	<u>\$1,316,945,000</u>

**BUDGET FORECAST OF ORDINARY EXPENDITURE
FISCAL YEAR APRIL 1, 1965 TO MARCH 31, 1966**

DEPARTMENT	Gross Ordinary Expenditure	Application of Revenue to Expenditure	Net Ordinary Expenditure
AGRICULTURE.....	\$ 21,503,000	\$.....	\$ 21,503,000
ATTORNEY GENERAL.....	39,288,000	1,156,000	38,132,000
CIVIL SERVICE.....	1,209,000	.....	1,209,000
ECONOMICS AND DEVELOPMENT.....	9,567,000	.....	9,567,000
EDUCATION.....	453,682,000	8,760,000	444,922,000
ENERGY AND RESOURCES MANAGE- MENT.....	7,077,000	.....	7,077,000
HEALTH.....	166,913,000	5,200,000	161,713,000
HIGHWAYS.....	92,141,000	.....	92,141,000
LABOUR.....	6,658,000	.....	6,658,000
LANDS AND FORESTS.....	29,400,000	.....	29,400,000
LIEUTENANT GOVERNOR.....	33,000	.....	33,000
MINES.....	2,657,000	25,000	2,632,000
MUNICIPAL AFFAIRS.....	56,145,000	8,000,000	48,145,000
PRIME MINISTER.....	253,000	.....	253,000
PROVINCIAL AUDITOR.....	568,000	.....	568,000
PROVINCIAL SECRETARY AND CITIZEN- SHIP.....	4,580,000	.....	4,580,000
PUBLIC WELFARE.....	84,353,000	.....	84,353,000
PUBLIC WORKS.....	13,622,000	3,000	13,619,000
REFORM INSTITUTIONS.....	21,576,000	3,182,000	18,394,000
TOURISM AND INFORMATION.....	5,950,000	.....	5,950,000
TRANSPORT.....	8,443,000	603,000	7,840,000
TREASURY.....	30,012,000	957,000	29,055,000
UNIVERSITY AFFAIRS.....	63,655,000	.....	63,655,000
	<u>\$1,119,285,000</u>	<u>\$27,886,000</u>	<u>\$1,091,399,000</u>
PUBLIC DEBT—Interest, etc.....	105,179,000	33,695,000	71,484,000
	<u>\$1,224,464,000</u>	<u>\$61,581,000</u>	<u>\$1,162,883,000</u>
PUBLIC DEBT—Provision for Sinking Fund.....	41,500,000	.....	41,500,000
	<u>\$1,265,964,000</u>	<u>\$61,581,000</u>	<u>\$1,204,383,000</u>
Capital Disbursements to be financed out of Ordinary Revenue.....	112,000,000	.....	112,000,000
	<u>\$1,377,964,000</u>	<u>\$61,581,000</u>	<u>\$1,316,383,000</u>

SUMMARY

Ordinary Revenue and Ordinary Expenditure, Fiscal Year April 1, 1965 to March 31, 1966

NET ORDINARY REVENUE.....	\$1,316,945,000
Less: Net Ordinary Expenditure.....	\$1,162,883,000
Provision for Sinking Fund....	41,500,000
Capital Disbursements to be financed out of Ordinary Revenue.....	112,000,000
	<u>1,316,383,000</u>
FORECAST SURPLUS.....	<u>\$ 562,000</u>

BUDGET FORECAST OF CAPITAL RECEIPTS
FISCAL YEAR APRIL 1, 1965 TO MARCH 31, 1966

DEPARTMENT	Gross Capital Receipts	Application of Receipts to Disbursements	Net Capital Receipts
EDUCATION.....	\$ 1,200,000	\$.....	\$ 1,200,000
ENERGY AND RESOURCES MANAGEMENT.....	1,000	.....	1,000
HIGHWAYS.....	540,000	.....	540,000
LABOUR.....	9,500,000	.....	9,500,000
LANDS AND FORESTS.....	1,000,000	.....	1,000,000
MINES.....	3,000	.....	3,000
MUNICIPAL AFFAIRS.....	18,500,000	.....	18,500,000
PUBLIC WELFARE.....	21,199,000	21,199,000	.....
TRANSPORT.....	6,500,000	.....	6,500,000
TREASURY.....	111,667,000	.....	111,667,000
	<u>\$170,110,000</u>	<u>\$21,199,000</u>	<u>\$148,911,000</u>

SUMMARY

Sale of Land, Buildings, etc.....	\$ 1,543,000
Repayment of Loans and Advances.....	26,856,000
Special Funds.....	77,212,000
Deferred Assets, etc.....	43,300,000
	<u>\$148,911,000</u>

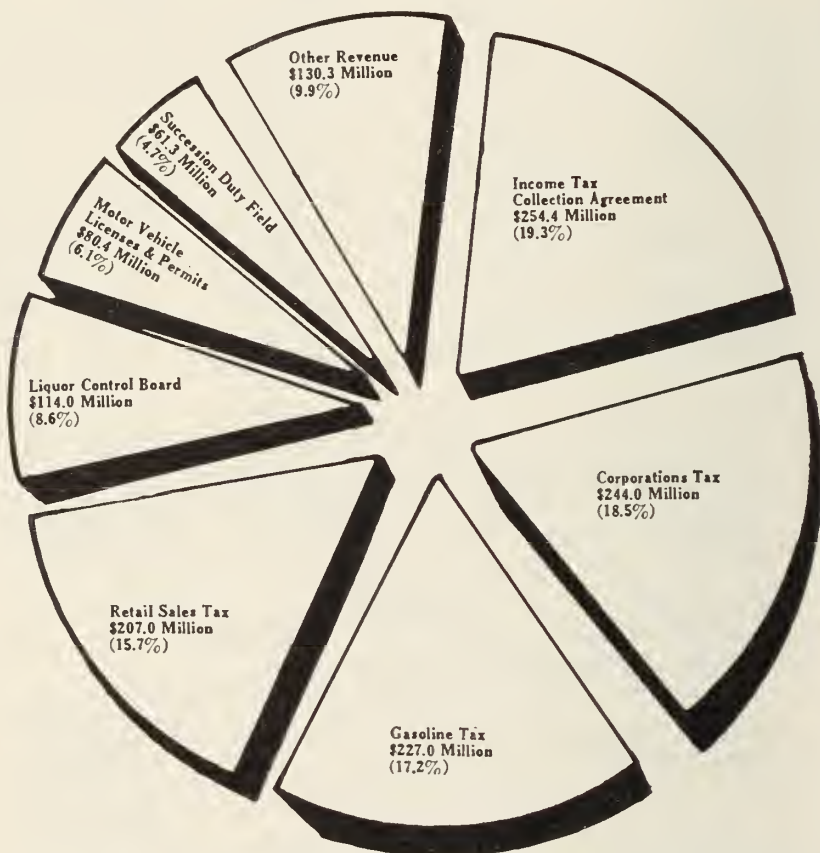
BUDGET FORECAST OF CAPITAL DISBURSEMENTS
FISCAL YEAR APRIL 1, 1965 TO MARCH 31, 1966

DEPARTMENT	Gross Capital Disbursements	Application of Receipts to Disbursements	Net Capital Disbursements
AGRICULTURE.....	\$ 600,000	\$.....	\$ 600,000
ECONOMICS AND DEVELOPMENT.....	9,750,000	.....	9,750,000
EDUCATION.....	100,000	.....	100,000
ENERGY AND RESOURCES MANAGEMENT.....	36,106,000	.....	36,106,000
HEALTH.....	9,500,000	.....	9,500,000
HIGHWAYS.....	237,252,000	.....	237,252,000
LABOUR.....	9,500,000	.....	9,500,000
LANDS AND FORESTS.....	4,893,000	.....	4,893,000
MINES.....	1,000,000	.....	1,000,000
MUNICIPAL AFFAIRS.....	97,557,000	.....	97,557,000
PUBLIC WELFARE.....	21,199,000	21,199,000	.....
PUBLIC WORKS.....	43,975,000	.....	43,975,000
TRANSPORT.....	4,103,000	.....	4,103,000
TREASURY.....	129,475,000	.....	129,475,000
	<u>\$605,010,000</u>	<u>\$21,199,000</u>	<u>\$583,811,000</u>
Less: To be financed out of Ordinary Revenue....	112,000,000	.....	112,000,000
	<u>\$493,010,000</u>	<u>\$21,199,000</u>	<u>\$471,811,000</u>

SUMMARY

Highways, Buildings, etc.....	\$296,738,000	
Less: To be financed out of Ordinary Revenue.....	112,000,000	\$184,738,000
		<u>258,095,000</u>
Loans and Advances.....		28,978,000
Special Funds.....		<u>\$471,811,000</u>

**NET ORDINARY AND NET CAPITAL REVENUES
FISCAL YEAR 1965-66***



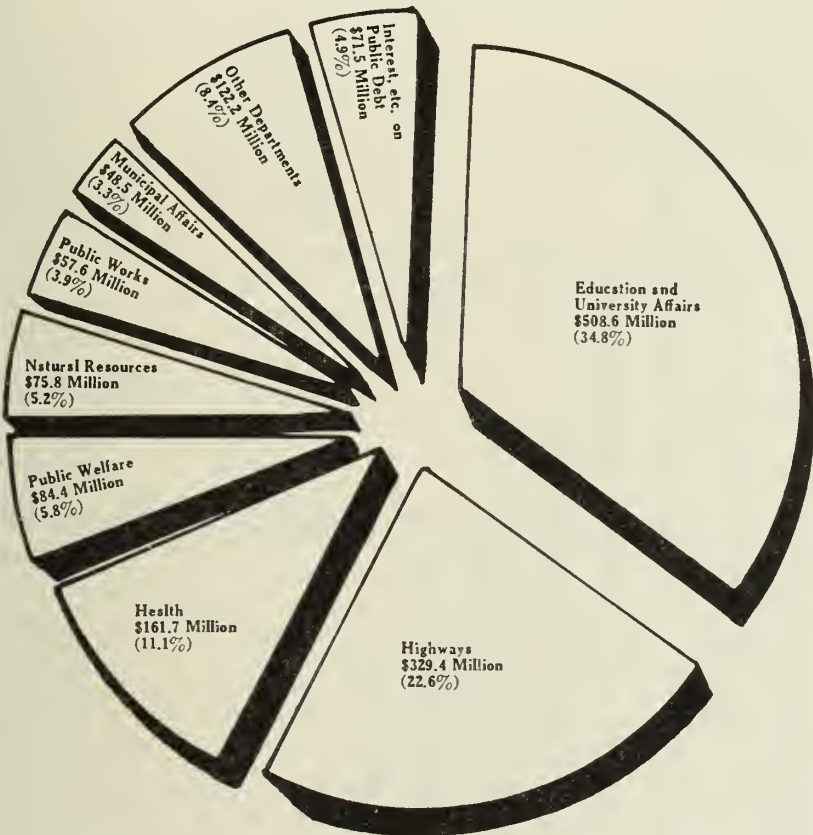
**SOURCES OF NET ORDINARY AND NET CAPITAL REVENUES
FISCAL YEAR 1965-66***

Source	Amount	Percentage of Total Net Ordinary and Net Capital Revenues
	(Thousands of Dollars)	%
INCOME TAX COLLECTION AGREEMENT	254,448	19.3
CORPORATIONS TAX	244,000	18.5
GASOLINE TAX	227,000	17.2
RETAIL SALES TAX	207,000	15.7
LIQUOR CONTROL BOARD	114,000	8.6
MOTOR VEHICLE LICENSES AND PERMITS	80,380	6.1
SUCCESSION DUTY AND 25 PER CENT SHARE OF FEDERAL ESTATE TAX	61,316	4.7
OTHER REVENUE**	130,344	9.9
TOTAL	1,318,488	100.0

* Forecast.

** Includes \$1,543,000 in capital receipts from sale of land, buildings, etc.

**NET ORDINARY AND NET CAPITAL EXPENDITURES
FISCAL YEAR 1965-66***



**NET ORDINARY AND NET CAPITAL EXPENDITURES
BY DEPARTMENTS, FISCAL YEAR 1965-66***

Department	Net Ordinary Expenditure	Net Capital Expenditure on Physical Assets	Combined Net Ordinary and Net Capital Expenditures	Percentage of Total Combined Net Ordinary and Net Capital Expenditures
	(Thousands of Dollars)			%
EDUCATION AND UNIVERSITY AFFAIRS	508,577	—	508,577	34.8
HIGHWAYS	92,141	237,252	329,393	22.6
HEALTH	161,713	—	161,713	11.1
PUBLIC WELFARE	84,353	—	84,353	5.8
NATURAL RESOURCES**	60,612	15,199	75,811	5.2
PUBLIC WORKS	13,619	43,975	57,594	3.9
MUNICIPAL AFFAIRS	48,145	312	48,457	3.3
OTHER DEPARTMENTS	122,239	—	122,239	8.4
INTEREST, ETC. ON PUBLIC DEBT	71,484	—	71,484	4.9
TOTAL	1,162,883	296,738	1,459,621	100.0

* Forecast, exclusive of provision for Sinking Fund of \$41,500,000.

** Includes the Departments of Agriculture, Energy and Resources Management, Lands and Forests, and Mines.

**ONTARIO'S INVESTMENT IN PHYSICAL ASSETS AND HUMAN BETTERMENT
FISCAL YEARS 1943-44 TO 1964-65**

PHYSICAL ASSETS

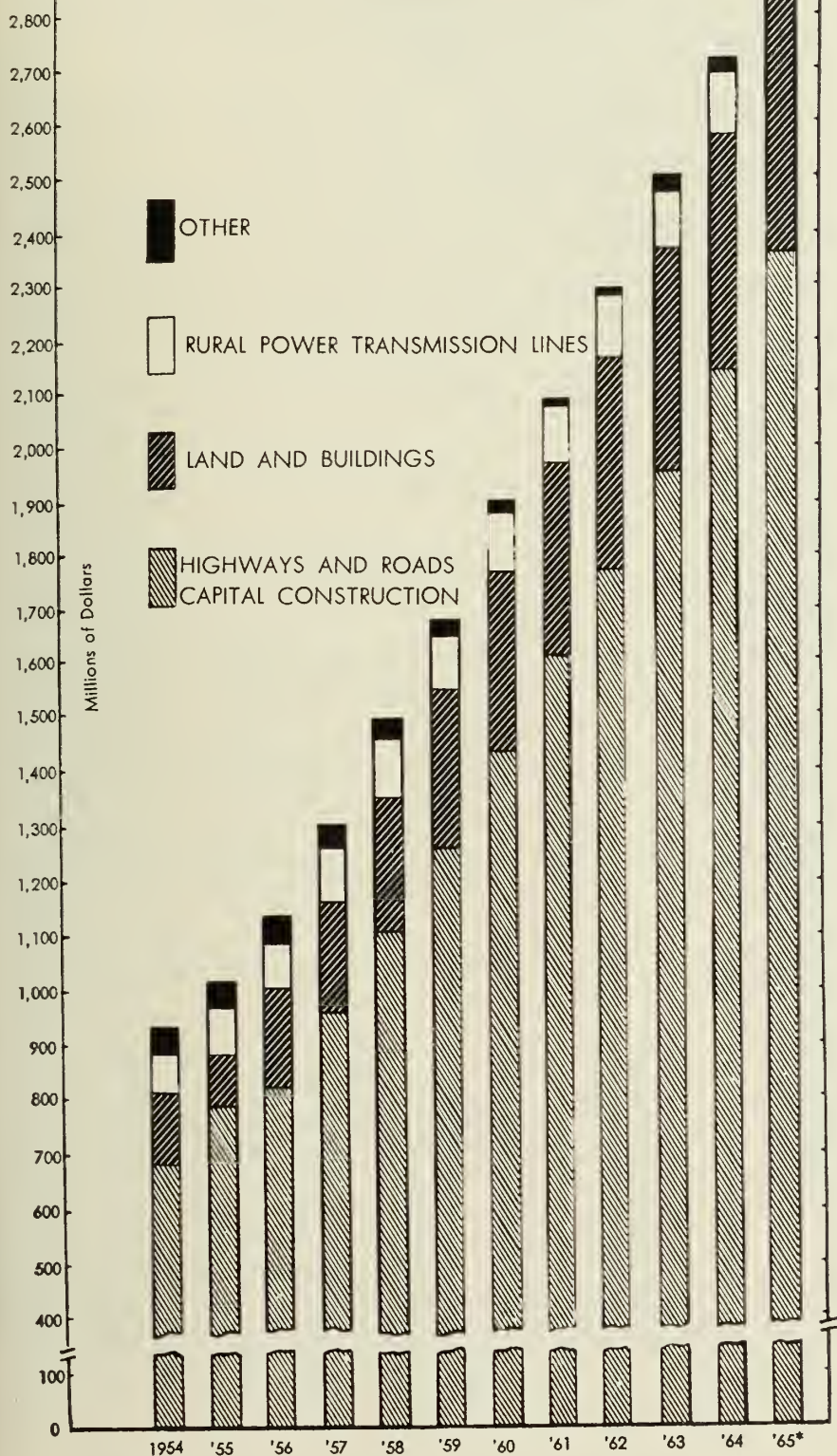
	Estimated 1964-65	Estimated Twenty-two-year Total 1943-44 to 1964-65
Highways and Roads	\$216,224,000	\$2,005,001,956*
Land and Buildings	36,340,000	405,938,479
Rural Power Transmission Lines	1,000,000	99,178,462
General Works and Improvements, etc.	7,894,000	33,729,194
	<u>\$261,458,000</u>	<u>\$2,543,848,091*</u>

*Including expenditure from Highway Construction Account.

HUMAN BETTERMENT

	Estimated 1964-65	Estimated Twenty-two-year Total 1943-44 to 1964-65
Education and University Affairs	\$428,182,000	\$2,990,599,012
Health	158,838,000	1,365,043,595
Public Welfare	72,095,000	697,977,955
	<u>\$659,115,000</u>	<u>\$5,053,620,562</u>

PROVINCE OF ONTARIO CUMULATIVE INVESTMENT IN PHYSICAL ASSETS March 31st, 1954 to March 31st, 1965



*Estimated

ASSISTANCE TO LOCAL AUTHORITIES BY THE PROVINCE OF ONTARIO, FISCAL YEARS ENDING MARCH 31: 1956 TO 1966

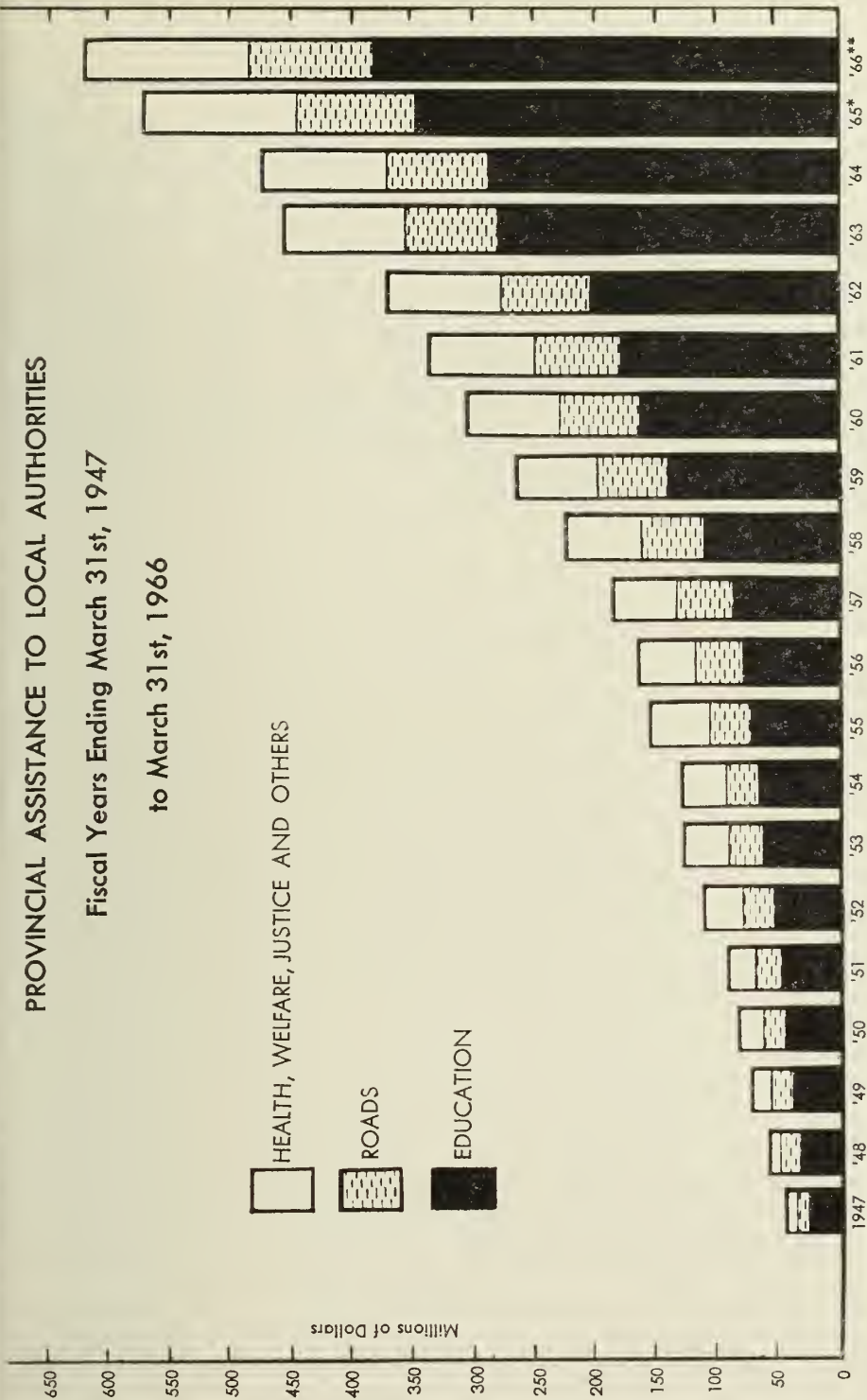
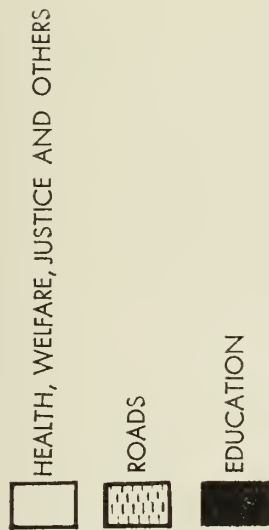
	1956	1957	1958	1959	1960	1961	1962	1963	1964	1965 ¹	1966 ²
	(Thousands of Dollars)										
Education:											
General Legislative Grants, etc...	70,757	81,201	99,932	131,066	150,255	164,060	184,087	224,105	243,678	306,665	339,200
Provincial Share of Cost of New Vocational Units for School Boards.....	..	..	..	..	..	..	3,676	37,283	18,846	20,000	20,000
Provincial Contributions to the Teachers' Superannuation Fund	5,960	6,686	10,509	11,836	13,501	15,636	17,466	19,074	20,839	22,000	24,005
Total—Education.....	76,717	87,887	110,441	142,902	163,756	179,696	205,229	280,462	283,363	348,665	383,205
Hospitals:											
Maintenance, Construction and Contributions to Hospital Care Insurance Plan, etc.....	15,696	16,100	15,127	21,072	27,332	29,808	32,444 ³	32,396 ³	32,327 ³	32,349 ³	36,073 ³
Special Grants to Hospitals.....	5,754	6,865	5,837	4,547	5,000	2,449	3,008	3,400	3,561	9,165	..
Total—Hospitals.....	21,450	22,965	20,964	25,619	32,332	32,257	35,452	35,796	35,888	41,514	36,073
Health Units, School Medical Inspection and School Dental Services...	775	856	896	960	1,042	1,164	1,276	1,479	1,529	1,810	2,275
Roads.....	40,519	46,794	52,490	55,123	63,435	71,677	72,832	77,362	89,429	97,914	104,235
Police Act.....	137	162	167	181	198	239	253	270	285	330	290
Fire Departments Act.....	117	128	131	148	157	169	177	188	198	237	210
Unconditional Grants.....	12,396	12,702	20,670	20,962	23,996	24,979	25,509	25,761	26,240	27,000	27,200
Redevelopment Grants.....	288	48	..	109	208	776	560	1,207	374	1,350	3,008
Grants for Municipal Winter Works Program.....	..	..	..	889	929	1,173	2,579	2,665	3,317	2,516	3,250
Day Nurseries.....	196	197	212	250	241	231	241	265	265	334	361
Child Welfare.....	1,730	2,127	3,321	4,563	4,928	4,621	4,973	5,431	5,601	7,430	8,161
Homes for the Aged.....	2,978	4,373	5,346	2,828	4,662	5,508	5,442	4,552	4,912	4,417	6,379
Erection of Housing Units for Elderly Persons.....	39	18	190	101	29	404	168	133	137	696	215
General Welfare Assistance.....	3,667	3,900	4,556	6,380	5,516	8,451	10,907	12,383	15,638	20,403	24,863
Community Centres.....	150	265	352	340	335	325	375	467	406	377	450
Conservation, Drainage Aid and Flood Control.....	1,125	1,759	1,794	1,747	2,729	2,018	2,565	4,151	4,496	6,825	8,280
Mining Municipalities.....	1,499	2,000	2,276	2,628	3,246	5,171	5,225	5,591	5,899	5,988	5,698
Payments in Lieu of Certain Municipal Taxes.....	530	628	788	922	1,035	1,232	1,354	1,787	2,211	2,352	2,894
Miscellaneous.....	350	377	1,170	688	787	830	815	681	1,221	1,684	3,381
Total Assistance to Local Authorities	164,663	187,186	225,764	267,340	309,561	340,921	375,932	460,631	481,409	571,842	620,428

¹Estimated.²Forecast.³Does not include additional appropriation of \$32.0 million in 1961-62, \$39.5 million in 1962-63, \$9.1 million in 1963-64, \$32.0 million in 1964-65 and \$32.0 million in 1965-66 for the Ontario Hospital Services Commission.

PROVINCIAL ASSISTANCE TO LOCAL AUTHORITIES

Fiscal Years Ending March 31st, 1947

to March 31st, 1966



*Estimated

**Forecast

SURPLUS ON ORDINARY ACCOUNT
FISCAL YEARS 1960-61 TO 1964-65

	1960-61	1961-62	1962-63	1963-64	Estimated 1964-65
	(Thousands of Dollars)				
Net Ordinary Revenue.....	739,391	825,352	993,612	1,079,135	1,215,644
Less: Net Ordinary Expenditure—before provision for Sinking Fund and Capital Disbursements financed out of Ordinary Revenue.....	636,178	739,048	864,033	905,681	1,031,684
Surplus—before provision for Sinking Fund and Capital Disbursements.....	103,213	86,304	129,579	173,454	183,960
Less: Provision for Sinking Fund.....	33,822	35,802	39,000	41,500	40,000
Capital Disbursements financed out of Ordinary Revenue.....	69,000	50,000	90,000	131,000	143,000
Balance carried to Surplus Account.....	<u>391</u>	<u>502</u>	<u>579</u>	<u>954</u>	<u>960</u>

**SUMMARY OF INCREASES IN NET CAPITAL DEBT
FISCAL YEARS 1960-61 TO 1964-65**

	1960-61	1961-62	1962-63	1963-64	Estimated 1964-65
	(Thousands of Dollars)				
Capital Disbursements on Highways, Build- ings, Public Works, etc.....	201,578	202,629	203,509	233,564	263,589
Less: Capital Disbursements financed out of Ordinary Revenue.....	69,000	50,000	90,000	131,000	143,000
	<u>132,578</u>	<u>152,629</u>	<u>113,509</u>	<u>102,564</u>	<u>120,589</u>
Less: Capital Receipts relating thereto.....	2,284	2,072	2,913	2,245	2,131
	<u>130,294</u>	<u>150,557</u>	<u>110,596</u>	<u>100,319</u>	<u>118,458</u>
Miscellaneous Increase.....	2,981	2,194	4,023	2,775	916
	<u>133,275</u>	<u>152,751</u>	<u>114,619</u>	<u>103,094</u>	<u>119,374</u>
Less: Surplus (before providing for Sinking Fund).....	34,213	36,304	39,579	42,454	40,960
Increase in Net Capital Debt.....	<u><u>99,062</u></u>	<u><u>116,447</u></u>	<u><u>75,040</u></u>	<u><u>60,640</u></u>	<u><u>78,414</u></u>

NET ORDINARY REVENUE BY MAJOR SOURCES
(Adjusted to Give Effect to Changes in Departmental Functions)

FISCAL YEARS 1960-61 TO 1964-65

	1960-61	1961-62	1962-63	1963-64	Estimated 1964-65
	(Thousands of Dollars)				
Government of Canada:					
Statutory Subsidies.....	3,641	4,624	4,624	4,624	4,624
Interest—Common School Fund.....	71	71	74	73	72
Income Tax Rental Agreement.....	113,792	120,652	.....	.....	.....
Share of Federal Estate Tax.....	.....	.....	.....	.....	15,116
	<u>117,504</u>	<u>125,347</u>	<u>4,698</u>	<u>4,697</u>	<u>19,812</u>
Taxation:					
Income Tax Collection Agreement.....	.....	.....	151,844	164,370	194,611
Corporations Tax.....	185,667	165,854	185,718	209,672	234,000
Gasoline Tax.....	157,656	165,193	173,136	183,649	220,000
Motor Vehicle Fuel Tax.....	6,848	7,603	8,204	9,390	12,000
Retail Sales Tax.....	.....	78,747	175,715	186,535	194,300
Succession Duty.....	37,603	40,397	44,149	44,121	46,000
Hospitals Tax.....	4,218	4,380	4,225	4,875	5,300
Race Tracks Tax.....	5,733	6,157	6,937	7,998	9,200
Mines Profits Tax.....	17,097	15,445	15,222	10,363	12,200
Security Transfer Tax.....	2,194	3,535	2,926	3,086	3,900
Logging Tax.....	1,822	2,095	2,393	3,175	2,800
Land Transfer Tax.....	3,571	3,710	3,844	4,474	5,200
Other Taxes.....	3,316	3,389	4,290	4,333	4,837
	<u>425,725</u>	<u>496,505</u>	<u>778,603</u>	<u>836,041</u>	<u>944,348</u>
Other Revenue:					
Agriculture.....	1,862	1,615	1,804	2,162	2,397
Attorney General.....	6,125	8,006	9,425	10,277	10,949
Education.....	3,106	2,725	4,647	4,223	3,053
Health.....	1,437	1,498	2,023	4,685	3,461
Highways.....	789	834	789	898	1,465
Transport—					
Motor Vehicles—Permits and Licenses.	61,839	63,878	62,559	75,744	73,990
Fees and Fines.....	5,803	6,338	6,984	6,768	7,355
Miscellaneous.....	90	89	91	162	115
Insurance.....	670	740	703	725	1,048
Labour.....	1,093	1,128	1,200	1,398	1,420
Lands and Forests—					
Timber Dues, Bonus, etc.....	13,092	13,403	12,616	13,336	14,000
Rentals, Fish and Game Licenses, Sales, etc.....	6,558	6,786	7,564	7,844	7,895
Mines.....	1,027	1,025	1,071	1,042	1,374
Municipal Affairs.....	331	311	334	617	569
Provincial Secretary and Citizenship—					
Registrar-General.....	333	338	349	364	370
Other.....	2,159	2,081	2,114	2,184	2,470
Reform Institutions.....	707	750	729	832	846
Treasury—					
Liquor Control Board.....	80,600	82,500	87,500	97,100	110,000
Water Power Rentals.....	5,647	5,697	5,268	5,273	5,500
Other.....	2,035	1,387	193	173	455
Various Other Departments.....	859	2,371	2,348	2,591	2,752
	<u>196,162</u>	<u>203,500</u>	<u>210,311</u>	<u>238,398</u>	<u>251,484</u>
Total Net Ordinary Revenue.....	<u>739,391</u>	<u>825,352</u>	<u>993,612</u>	<u>1,079,136</u>	<u>1,215,644</u>

NET ORDINARY EXPENDITURE BY MAJOR CLASSIFICATIONS
(Adjusted to Give Effect to Changes in Departmental Functions)
FISCAL YEARS 1960-61 TO 1964-65

	1960-61	1961-62	1962-63	1963-64	Estimated 1964-65
	(Thousands of Dollars)				
Education, University Affairs, Health and Welfare:					
Legislative Grants for Education ¹	160,213	180,182	217,020	233,689	298,300
Education for Non-resident Pupils.....	1,560	1,367	4,316	6,900	4,855
Universities—					
Operating Grants, etc.....	16,162	19,295	23,495	36,332	47,696
Capital Grants.....	13,775	17,745	22,150	34,250	.....²
Provincial Share of Cost of New Vocational Units.....	.....	3,676	37,283	18,846	20,000
Public Libraries—Legislative Grants.....	1,749	1,968	2,168	2,449	2,800
Teachers' Superannuation Fund.....	15,636	17,466	19,074	20,839	22,000
Grants to Health Units.....	1,100	1,200	1,423	1,475	1,750
Grants to Sanatoria.....	5,545	4,865	4,900	4,386	4,400
Grants to Public Hospitals ³	29,615	64,319	71,799	41,336	64,263
Special Grants to Hospitals.....	2,449	3,008	3,400	3,555	9,165
Grants to Ontario Cancer Treatment and Research Foundation and Ontario Cancer Institute.....	1,321	1,154	1,151	1,600	1,200
Ontario Hospitals—Administrative and Operating Expenses.....	42,051	48,225	53,255	60,241	65,429
Grants, Services, etc., under The Child Welfare Act.....	4,631	4,989	5,452	5,623	7,372
Grants for Upkeep of Day Nurseries.....	231	241	265	265	334
Mothers' Allowances.....	12,878	13,650	12,870	11,130	11,969
Old Age Assistance and Blind Persons' Allowances.....	6,895	7,191	8,793	9,489	10,964
Disabled Persons' Allowances.....	4,140	4,475	5,503	6,148	7,371
Medical, Dental and Rehabilitation Services Homes for the Aged—	2,450	2,390	2,303	2,165	2,355
Grants for Maintenance.....	1,218	1,911	1,822	1,887	2,076
Grants for New Homes.....	4,694	3,699	2,863	3,161	3,037
Charitable Institutions—					
Grants for Maintenance.....	547	576	554	516	779
Grants for New Buildings.....	1,623	1,082	580	774	1,126
General Welfare Assistance.....	8,451	10,907	12,383	15,638	20,403
Other Expenditure.....	27,502	30,847	34,465	40,997	49,471
Total Education, University Affairs, Health and Welfare.....	366,436	446,428	549,287	563,691	659,115
Agriculture, Forestry and Mining:					
Federated Colleges, Guelph.....	7,208	7,454	7,785	8,365	9,330
Other Schools and Farms.....	1,349	1,446	1,542	1,632	1,838
Extension Branch.....	2,368	2,445	2,524	2,704	3,074
Agricultural and Horticultural Societies Branch.....	799	937	984	937	931
Basic Organization—Field Services (Forestry).....	16,928	17,661	18,062	17,886	20,541
Mines.....	1,583	1,778	1,982	2,231	2,577
Other Expenditure.....	10,046	12,037	10,869	13,738	15,249
Total Agriculture, Forestry and Mining.....	40,281	43,758	43,748	47,493	53,540

¹Includes Residential and Farm School Tax Assistance incorporated into the General Legislative Grant structure in 1964-65.

²\$53,600,000 in capital construction funds provided through the Ontario Universities Capital Aid Corporation.

³Includes contributions to the Hospital Services Commission.

NET ORDINARY EXPENDITURE (Continued)

	1960-61	1961-62	1962-63	1963-64	Estimated 1964-65
	(Thousands of Dollars)				
Highways:					
Highways and Secondary Roads.....	40,176	43,016	43,724	42,848	46,446
Repaving Present Roads.....	1,081	379	1,418	979	1,250
Development Roads.....	140	163	110	101	100
Roads in Unincorporated Townships in Northern Ontario.....	733	711	674	668	700
Municipal Subsidies.....	26,011	25,793	29,100	32,969	34,000
Other Expenditure.....	3,423	3,603	3,758	4,015	4,395
Total Highways.....	71,564	73,665	78,784	81,580	86,891
Transport:					
Motor Vehicles Administration.....	3,496	4,145	4,506	5,401	5,468
Other Expenditure.....	1,009	1,044	1,083	1,166	1,560
Total Transport.....	4,505	5,189	5,589	6,567	7,028
Public Works:					
Government Buildings—Maintenance, Repairs, etc.....	8,229	8,848	9,601	10,718	12,564
Maintenance—Locks, Bridges, etc.....	109	112	94	91	110
Other Expenditure.....	1,834	1,579	1,379	1,216	1,255
Total Public Works.....	10,172	10,539	11,074	12,025	13,929
Municipal Affairs:					
Subsidies—for Police Departments.....	239	253	270	285	330
Subsidies—for Fire Departments.....	169	177	188	198	237
Payments to Mining Municipalities.....	5,171	5,225	5,591	5,899	5,987
Payments in Lieu of Certain Municipal Taxes.....	1,232	1,354	1,787	2,211	2,352
Unconditional Grants.....	24,979	25,509	25,761	26,240	27,000
Winter Works Projects.....	1,173	2,579	2,665	3,317	2,516
Other Expenditure.....	3,019	3,066	4,013	4,227	5,209
Total Municipal Affairs.....	35,982	38,163	40,275	42,377	43,631
Economics and Development:					
Ontario Research Foundation.....	697	723	1,054	1,193	4,702
Other Expenditure.....	1,446	1,658	2,546	4,231	5,870
Total Economics and Development.....	2,143	2,381	3,600	5,424	10,572
Labour.....	3,043	3,252	3,796	4,422	5,039
Attorney General:					
Ontario Provincial Police.....	12,702	13,228	15,252	17,300	21,340
Election Expenses.....	32	166	77	3,683	23
Other Expenditure.....	8,497	9,089	9,725	10,609	12,623
Total Attorney General.....	21,231	22,483	25,054	31,592	33,986
Reform Institutions:					
Institutions.....	11,077	11,984	12,479	13,807	14,098
Grants—Training Schools.....	748	1,090	1,000	855	970
Other Expenditure.....	799	1,046	1,090	1,624	1,941
Total Reform Institutions.....	12,624	14,120	14,569	16,286	17,009

NET ORDINARY EXPENDITURE
(Continued)

	1960-61	1961-62	1962-63	1963-64	Estimated 1964-65
	(Thousands of Dollars)				
Provincial Secretary and Citizenship:					
Registrar-General.....	671	711	714	770	802
Other Expenditure.....	2,747	3,052	3,243	3,371	3,738
Total Provincial Secretary and Citizenship..	3,418	3,763	3,957	4,141	4,540
Lieutenant Governor.....	27	20	37	25	27
Prime Minister.....	179	164	210	198	219
Treasury:					
Contributions to Public Service Super- annuation Fund.....	8,865	9,612	10,653	11,373	11,705
Other Expenditure.....	3,345	5,833	6,278	7,029	8,407
Total Treasury.....	12,210	15,445	16,931	18,402	20,112
Provincial Auditor.....	436	462	464	530	545
Tourism and Information:					
St. Lawrence Parks Commission.....	1,851	1,776	1,948	1,943	1,880
Other Expenditure.....	1,882	2,107	2,129	2,384	2,959
Total Tourism and Information.....	3,733	3,883	4,077	4,327	4,839
Insurance.....	423	434	452	463	565
Energy and Resources Management:					
Ontario Water Resources Commission....	1,505	2,049	2,270	2,686	3,194
Other Expenditure.....	1,349	1,572	1,601	1,715	3,296
Total Energy and Resources Management...	2,854	3,621	3,871	4,401	6,490
Civil Service.....	507	964	845	855	1,008
Queen's Printer.....			6	143	
Total of above Departmental Expenditure..	591,768	688,734	806,626	844,942	969,085
Public Debt—Interest, etc.....	44,410	50,314	57,407	60,739	62,599
Total Ordinary Expenditure before Special Provisions.....	636,178	739,048	864,033	905,681	1,031,684
Provision for Sinking Fund.....	33,822	35,802	39,000	41,500	40,000
Capital Disbursements financed out of Ordin- ary Revenue.....	69,000	50,000	90,000	131,000	143,000
Total Net Ordinary Expenditure.....	739,000	824,850	993,033	1,078,181	1,214,684

CAPITAL RECEIPTS
FISCAL YEARS 1960-61 TO 1964-65

	1960-61	1961-62	1962-63	1963-64	Estimated 1964-65
	(Thousands of Dollars)				
Disposal of Assets—Sales, etc.:					
Highways and Roads.....	235	614	1,494	1,500	1,490
Land and Buildings.....	1,833	771	726	65	85
General Works and Improvements.....	161	685	693	680	556
Other.....	55	2			
	<u>2,284</u>	<u>2,072</u>	<u>2,913</u>	<u>2,245</u>	<u>2,131</u>
Loans and Advances—Repayments:					
Hydro-Electric Power Commission of Ontario.....	19,844	3,321	4,870	4,033	1,593
Ontario Municipal Improvement Corporation.....	3,789		275		
Ontario Junior Farmer Establishment Loan Corporation.....	2,875	2,025	1,850	200	
Federal-Provincial Housing.....	1,593	1,506	1,735	2,496	464
Other.....	3,531	2,640	3,024	3,157	3,480
Special Funds—Deposits:					
Vacation-with-Pay Stamps—Sales.....	10,248	9,051	8,978	9,072	8,500
Public Service Superannuation Fund.....	23,817	26,513	29,919	32,650	35,410
Motor Vehicle Accident Claims Act.....	4,427	4,347	4,695	7,247	4,050
Other.....	2,892	14,277	21,059	3,809	14,743
Deferred Assets, etc.:					
Provision for Sinking Fund.....	33,822	35,802	39,000	41,500	40,000
Other.....	1,771	1,766	1,929	1,807	1,776
Total Capital Receipts.....	<u><u>110,893</u></u>	<u><u>103,320</u></u>	<u><u>120,247</u></u>	<u><u>108,216</u></u>	<u><u>112,147</u></u>

CAPITAL DISBURSEMENTS
FISCAL YEARS 1960-61 TO 1964-65

	1960-61	1961-62	1962-63	1963-64	Estimated 1964-65
	(Thousands of Dollars)				
Highways, Buildings, etc.:					
Highways:					
Highways and Secondary Roads.....	113,503	115,621	117,174	132,098	136,800
Development Roads.....	7,995	7,624	7,607	11,008	15,000
Roads in Unincorporated Townships in Northern Ontario.....	491	567	454	709	700
Municipal Subsidies.....	44,433	45,749	47,130	55,072	62,500
Contingencies.....	7	12	3	10	14
Mines:					
Mining Roads—Construction.....	1,600	1,762	897	842	1,700
Lands and Forests:					
Construction of Logging Roads, etc....	48	.....	94	63	1,000
Provincial Parks, etc.....	.....	.....	.....	398	1,500
Energy and Resources Management:					
Conservation.....	922	1,414	2,841	3,096	5,350
Rural Power Transmission Lines.....	511	544	921	824	1,000
Water Management Program.....	.....	.....	.....	.....	1,600
Municipal Affairs:					
Designing, etc. of Townsites.....	.....	6	11	22	.....
Public Works:					
Construction of Public Buildings.....	31,216	28,400	25,533	28,518	35,500
Grants and Miscellaneous.....	852	930	844	904	925
	201,578	202,629	203,509	233,564	263,589
Loans and Advances:					
The Municipality of Metropolitan Toronto.....	.....	.....	10,000	10,000	20,000
Federal-Provincial Housing.....	2,189	1,814	1,843	2,031	1,912
Ontario Water Resources Commission....	14,008	11,418	12,410	7,283	10,000
Ontario Municipal Improvement Corporation.....	3,950	400	1,024	2,446	1,450
Ontario Junior Farmer Establishment Loan Corporation.....	4,050	.....	.....	1,500	7,500
Ontario Universities Capital Aid Corporation.....	.....	.....	.....	.....	53,600
Municipal Works Assistance.....	.....	.....	.....	.....	28,300
Other.....	14,585	4,644	4,859	6,092	10,800
Special Funds—Repayments:					
Vacation-with-Pay Stamps—Redeemed...	11,032	9,924	8,760	9,341	9,000
Public Service Superannuation Fund....	6,013	6,751	8,106	9,620	12,197
Motor Vehicle Accident Claims Act.....	2,514	3,138	4,434	4,009	3,739
Other.....	3,147	2,178	3,082	32,907	2,037
Reserves.....	35	29	9	5	.....
Surplus Account:					
Repayment to Government of Canada under Tax Rental Agreement, 1952-56..	3,063	1,737	5,499	1,009	224
	266,164	244,662	263,535	319,807	424,348
Less: Financed out of Ordinary Revenue..	69,000	50,000	90,000	131,000	143,000
Total Capital Disbursements.....	197,164	194,662	173,535	188,807	281,348

**SURPLUS OR DEFICIT* ON ORDINARY ACCOUNT
BEFORE AND AFTER PROVISION FOR SINKING FUND
FISCAL YEARS 1936 TO 1965**

Fiscal Year ending March 31	Net Ordinary Revenue	Net Ordinary Expenditure before pro- vision for Sinking Fund	Surplus or <i>Deficit</i> * before pro- vision for Sinking Fund	Provision for Sinking Fund	Surplus or <i>Deficit</i> * on Ordinary Account
1936.....	\$ 65,726,984	\$ 78,178,770	\$12,451,786*	\$ 890,920	\$13,342,706*
1937.....	80,488,440	70,256,376	10,232,064	918,125	9,313,939
1938.....	86,052,793	80,495,109	5,557,684	947,965	4,609,719
1939.....	86,843,271	85,528,120	1,315,151	992,655	322,496
1940.....	88,172,952	90,368,393	2,195,441*	1,038,655	3,234,096*
1941.....	103,802,020	88,780,934	15,021,086	1,086,655	13,934,431
1942.....	111,496,170	95,208,016	16,288,154	1,129,000	15,159,154
1943.....	108,214,063	91,083,245	17,130,818	1,181,000	15,949,818
1944.....	118,096,684	101,210,715	16,885,969	5,570,000	11,315,969
1945.....	117,124,347	110,956,977	6,167,370	5,292,000	875,370
1946.....	128,368,864	121,450,964	6,917,900	5,352,000	1,565,900
1947.....	142,875,758	135,506,854	7,368,904	5,422,655	1,946,249
1948.....	191,698,952	160,589,199	31,109,753	5,481,000	25,628,753
1949.....	215,469,613	190,706,361	24,763,252	15,550,000	9,213,252
1950.....	228,550,022	199,271,374	29,278,648	20,622,000	8,656,648
1951.....	265,272,106	228,090,424	37,181,682	21,698,000	15,483,682
1952.....	302,320,999	266,983,560	35,337,439	34,276,000	1,061,439
1953.....	349,500,385	317,540,514 ¹	31,959,871	30,859,000	1,100,871
1954.....	372,973,316	342,095,302 ¹	30,878,014	29,945,000	933,014
1955.....	399,393,284	377,713,638 ¹	21,679,646	21,536,000	143,646
1956.....	427,969,363	392,834,481 ¹	35,134,882	32,630,000	2,504,882
1957.....	479,783,191	437,249,640 ¹	42,533,551	40,729,000	1,804,551
1958.....	591,849,092	573,150,062 ¹	18,699,030	17,833,000	866,030
1959.....	642,374,233	624,129,163 ¹	18,245,070	17,941,000	304,070
1960.....	702,469,593	670,551,902 ¹	31,917,691	31,054,000	863,691
1961.....	739,391,411	705,178,383 ¹	34,213,028	33,822,000	391,028
1962.....	825,352,009	789,047,622 ¹	36,304,387	35,802,000	502,387
1963.....	993,611,901	954,033,254 ¹	39,578,647	39,000,000	578,647
1964.....	1,079,135,679	1,036,681,209 ¹	42,454,470	41,500,000	954,470
1965 ²	1,215,644,000	1,174,684,000 ¹	40,960,000	40,000,000	960,000

¹Including amounts set aside as follows:

	Highway Construction Account	Capital Disbursements Financed out of Ordinary Revenue
1953.....	\$30,000,000	\$.....
1954.....	40,500,000	.....
1955.....	38,500,000	.....
1956.....	28,500,000	.....
1957.....	57,500,000	.....
1958.....	57,500,000	63,000,000
1959.....	45,000,000	54,000,000
1960.....	15,000,000	66,000,000
1961.....	.....	69,000,000
1962.....	.....	50,000,000
1963.....	.....	90,000,000
1964.....	.....	131,000,000
1965 ².....	.....	143,000,000

²Interim figures.

SURPLUS OR DEFICIT, FISCAL YEARS 1890 TO 1965

			Ordinary Revenue ¹	Ordinary Expenditure ¹	Surplus	Deficit
Fiscal Year ending December						
1890.....	\$	3,423,154.99	\$	3,896,324.38		\$ 473,169.39
" 1891.....		4,138,589.09		4,158,459.55		19,870.46
" 1892.....		4,662,921.57		4,068,257.39	\$ 594,664.18	
" 1893.....		4,091,914.01		3,907,145.32	184,768.69	
" 1894.....		3,453,162.69		3,839,338.75		386,176.06
" 1895.....		3,585,300.10		3,758,595.44		173,295.34
" 1896.....		3,490,671.45		3,703,379.73		212,708.28
" 1897.....		4,139,847.68		3,767,675.70	372,171.98	
" 1898.....		3,647,353.09		3,803,081.38		155,728.29
" 1899.....		4,096,494.96		3,710,420.82	386,074.14	
" 1900.....		4,192,940.18		4,003,729.37	189,210.81	
" 1901.....		4,466,043.92		4,038,834.49	427,209.43	
" 1902.....		4,291,082.91		4,345,003.58		53,920.67
" 1903.....		5,466,653.13		4,888,982.57	577,670.56	
" 1904.....		6,128,358.57		5,267,453.02	860,905.55	
" 1905.....		6,016,176.42		5,396,016.74	620,159.68	
" 1906.....		7,149,478.39		6,720,179.07	429,299.32	
" 1907.....		8,320,419.19		7,714,245.61	606,173.58	
" 1908.....		8,602,902.96		8,557,064.60	45,838.36	
Ten Months ending October 31 1909.....		7,477,920.94		7,545,040.47		67,119.53
Fiscal Year ending October 31 1910.....		8,891,004.68		8,887,520.09	3,484.59	
" 1911.....		9,370,833.90		9,619,934.03		249,100.13
" 1912.....		10,042,000.68		10,287,991.59		245,990.91
" 1913.....		11,188,302.09		10,868,026.28	320,275.81	
" 1914.....		11,121,382.07		11,819,310.65		697,928.58
" 1915.....		12,975,732.19		12,704,362.16	271,370.03	
" 1916.....		13,841,339.64		12,706,332.90	1,135,006.74	
" 1917.....		18,269,597.23		16,518,222.64	1,751,374.59	
" 1918.....		19,270,123.71		17,460,404.05	1,809,719.66	
" 1919.....		19,904,772.04		21,464,574.88		1,559,802.84
" 1920.....		25,078,094.62		25,880,842.45		802,747.83
" 1921.....		29,261,477.39		28,579,687.98	681,789.41	
" 1922.....		38,507,311.09		37,442,985.53	1,064,325.56	
" 1923.....		26,166,213.39		41,361,439.92		15,195,226.53
" 1924.....		30,569,015.92		39,037,780.43		8,468,764.51
" 1925.....		35,852,404.28		40,959,769.27		5,107,364.99
" 1926.....		40,984,958.63		41,797,098.94		812,140.31
" 1927.....		46,607,638.88		46,248,415.49	359,223.39	
" 1928.....		48,570,217.10		48,341,980.66	228,236.44	
" 1929.....		54,012,679.53		51,369,785.85	2,642,893.68	
" 1930.....		57,343,291.21		57,989,352.69		646,061.48
" 1931.....		54,390,092.37		54,846,994.28		456,901.91
" 1932.....		54,175,233.01		56,236,031.32		2,060,798.31
" 1933.....		51,373,051.98		50,896,626.37	476,425.61	
" 1934.....		50,067,841.37		80,667,091.15		30,599,249.78
Five Months ending March 31 1935.....		21,048,944.06		31,489,616.34		10,440,672.28
Fiscal Year ending March 31 1936.....		65,726,984.57		79,069,690.31		13,342,705.74
" 1937.....		80,488,439.95		71,174,501.41	9,313,938.54	
" 1938.....		86,052,792.88		81,443,074.35	4,609,718.53	
" 1939.....		86,843,270.67		86,520,775.25	322,495.42	
" 1940.....		88,172,951.62		91,407,047.81		3,234,096.19
" 1941.....		103,802,020.46		89,867,589.32	13,934,431.14	
" 1942.....		111,496,169.77		96,337,015.77	15,159,154.00	
" 1943.....		108,214,063.15		92,264,245.06	15,949,818.09	
" 1944.....		118,096,683.51		106,780,714.54	11,315,968.97	
" 1945.....		117,124,346.77		116,248,976.56	875,370.21	
" 1946.....		128,368,864.36		126,802,964.37	1,565,899.99	
" 1947.....		142,875,758.56		140,929,509.33	1,946,249.23	
" 1948.....		191,698,952.37		166,070,199.53	25,628,752.84	
" 1949.....		215,469,613.61		206,256,361.37	9,213,252.24	
" 1950.....		228,550,022.27		219,893,373.67	8,656,648.60	
" 1951.....		265,272,106.50		249,788,424.26	15,483,682.24	
" 1952.....		302,320,998.85		301,259,559.94	1,061,438.91	
" 1953.....		349,500,385.36		348,399,514.15 ²	1,100,871.21	
" 1954.....		372,973,315.71		372,040,301.99 ²	933,013.72	
" 1955.....		399,393,284.17		399,249,638.33 ²	143,645.84	
" 1956.....		427,969,362.89		425,464,480.99 ²	2,504,881.90	
" 1957.....		479,783,191.11		477,978,640.19 ²	1,804,550.92	
" 1958.....		591,849,091.77		590,983,061.80 ²	866,029.97	
" 1959.....		642,374,233.00		642,070,163.00 ²	304,070.00	
" 1960.....		702,469,592.84		701,605,901.92 ²	863,690.92	
" 1961.....		739,391,410.52		739,000,383.36 ²	391,027.16	
" 1962.....		825,352,009.26		824,849,621.93 ²	502,387.33	
" 1963.....		993,611,900.97		993,033,254.01 ²	578,646.96	
" 1964.....		1,079,135,679.05		1,078,181,209.43 ²	954,469.62	
" 1965 ²		1,215,644,000.00		1,214,684,000.00 ²	960,000.00	

¹Revenue and Expenditure figures for the years 1890 to 1907 inclusive comprise both ordinary and capital revenue and expenditure. Revenue and Expenditure from 1923 to 1965 inclusive, shown as net after applying certain revenues as a reduction of expenditure.

²Interim figures.

³Includes amounts set aside for Highway Construction Account in the years 1953 to 1960 inclusive and provision for capital disbursements financed out of ordinary revenue in 1958 and subsequent years.

GROSS AND NET
FISCAL YEARS

Fiscal Year	GROSS DEBT		REVENUE-PRODUCING AND REALIZABLE			
	Total	Yearly Increase or Decrease*	Ontario Hydro	O.N.T.C.	Loans, Cash and Accts. Receivable	Total
1914.....	\$ 41,716,000	\$	\$ 10,110,000	\$ 20,246,000	\$ 5,066,000	\$ 35,422,000
1915.....	50,275,000	8,559,000	12,316,000	20,483,000	8,007,000	40,806,000
1916.....	59,336,000	9,061,000	21,939,000	21,184,000	7,684,000	50,807,000
1917.....	61,825,000	2,489,000	27,489,000	21,594,000	5,805,000	54,888,000
1918.....	75,309,000	13,484,000	36,244,000	21,823,000	9,477,000	67,544,000
1919.....	97,032,000	21,723,000	47,700,000	22,335,000	13,882,000	83,917,000
1920.....	127,262,000	30,230,000	65,717,000	22,681,000	16,009,000	104,407,000
1921.....	202,446,000	75,184,000	102,946,000	23,599,000	31,292,000	157,837,000
1922.....	233,189,000	30,743,000	116,786,000	25,654,000	30,704,000	173,144,000
1923.....	291,025,000	57,836,000	124,360,000	28,075,000	37,612,000	190,047,000
1924.....	329,508,000	38,483,000	135,045,000	30,208,000	45,262,000	210,515,000
1925.....	332,391,000	2,883,000	141,717,000	30,208,000	27,885,000	199,810,000
1926.....	349,116,000	16,725,000	142,473,000	30,208,000	31,899,000	204,580,000
1927.....	368,920,000	19,804,000	147,120,000	30,208,000	33,813,000	211,141,000
1928.....	394,114,000	25,194,000	152,936,000	30,208,000	37,176,000	220,320,000
1929.....	426,914,000	32,800,000	164,522,000	30,208,000	44,007,000	238,737,000
1930.....	473,372,000	46,458,000	176,799,000	30,208,000	53,587,000	260,594,000
1931.....	520,667,000	47,295,000	188,377,000	30,208,000	58,055,000	276,640,000
1932.....	574,419,000	53,752,000	189,635,000	30,208,000	76,902,000	296,745,000
1933.....	594,128,000	19,709,000	187,965,000	30,208,000	76,514,000	294,687,000
1934.....	655,761,000	61,633,000	187,829,000	37,208,000	72,247,000	297,284,000
1935 ¹	674,386,000	18,625,000	187,878,000	37,208,000	70,885,000	295,971,000
1936.....	689,559,000	15,173,000	172,735,000	36,408,000	74,377,000	283,520,000
1937.....	656,460,000	33,099,000*	151,573,000	30,208,000	69,243,000	251,024,000
1938.....	678,075,000	21,615,000	149,621,000	30,208,000	59,952,000	239,781,000
1939.....	712,767,000	34,692,000	147,841,000	30,208,000	56,450,000	234,499,000
1940.....	737,078,000	24,311,000	145,319,000	30,208,000	54,348,000	229,875,000
1941.....	729,648,000	7,430,000*	137,600,000	30,208,000	55,640,000	223,448,000
1942.....	724,771,000	4,877,000*	135,904,000	30,208,000	51,531,000	217,643,000
1943.....	704,864,000	19,907,000*	121,684,000	30,208,000	57,531,000	209,423,000
1944.....	666,528,000	38,336,000*	105,150,000	30,208,000	48,676,000	184,034,000
1945.....	646,484,000	20,044,000*	95,475,000	30,208,000	40,492,000	166,175,000
1946.....	639,315,000	7,169,000*	93,946,000	30,208,000	36,742,000	160,896,000
1947.....	645,221,000	5,906,000	89,512,000	30,208,000	32,414,000	152,134,000
1948.....	628,388,000	16,833,000*	87,850,000	30,208,000	43,577,000	161,635,000
1949.....	628,663,000	275,000	71,868,000	30,208,000	42,912,000	144,988,000
1950.....	694,009,000	65,346,000	70,209,000	30,208,000	84,773,000	185,190,000
1951.....	697,963,000	3,954,000	67,424,000	30,208,000	78,781,000	176,413,000
1952.....	826,228,000	128,265,000	165,692,000	30,208,000	75,693,000	271,593,000
1953.....	896,143,000	69,915,000	203,702,000	30,208,000	58,158,000	292,068,000

GROSS AND NET
FISCAL YEARS

Fiscal Year	GROSS CAPITAL DEBT		REVENUE-PRODUCING AND REALIZABLE			
	Total	Yearly Increase or Decrease*	Ontario Hydro	O.N.T.C.	Loans and Cash	Total
1943.....	\$ 695,189,000	\$	\$121,684,000	\$30,208,000	\$ 43,771,000	\$195,663,000
1944.....	656,806,000	38,383,000*	105,150,000	30,208,000	35,735,000	171,093,000
1945.....	636,770,000	20,036,000*	95,475,000	30,208,000	28,411,000	154,094,000
1946.....	629,914,000	6,856,000*	93,946,000	30,208,000	25,571,000	149,725,000
1947.....	635,842,000	5,928,000	89,513,000	30,208,000	21,909,000	141,630,000
1948.....	618,754,000	17,088,000*	87,850,000	30,208,000	32,429,000	150,487,000
1949.....	619,414,000	660,000	71,868,000	30,208,000	31,622,000	133,698,000
1950.....	683,978,000	64,564,000	70,209,000	30,208,000	73,541,000	173,958,000
1951.....	687,452,000	3,474,000	67,424,000	30,208,000	67,210,000	164,842,000
1952.....	814,160,000	126,708,000	165,692,000	30,208,000	64,331,000	260,231,000
1953.....	884,231,000	70,071,000	203,702,000	30,208,000	45,489,000	279,399,000
1954.....	1,035,484,000	151,253,000	301,889,000	30,208,000	73,391,000	405,488,000
1955.....	1,066,161,000	30,677,000	300,033,000	30,208,000	75,195,000	405,436,000
1956.....	1,072,409,000	6,248,000	292,633,000	30,208,000	44,262,000	367,103,000
1957.....	1,196,708,000	124,299,000	340,878,000	30,208,000	67,344,000	438,430,000
1958.....	1,285,810,000	89,102,000	337,205,000	30,208,000	99,791,000	467,204,000
1959.....	1,579,113,000	293,303,000	398,398,000	30,208,000	249,975,000	678,581,000
1960.....	1,642,672,000	63,559,000	379,334,000	30,208,000	239,575,000	649,117,000
1961.....	1,695,504,000	52,832,000	359,490,000	30,208,000	213,189,000	602,887,000
1962.....	1,884,973,000	189,469,000	356,168,000	30,208,000	289,533,000	675,909,000
1963.....	1,979,375,000	94,402,000	351,298,000	30,208,000	313,764,000	695,270,000
1964.....	2,057,964,000	78,589,000	347,265,000	30,208,000	335,747,000	713,220,000

¹Estimated population as at March 31.²Five months ended March 31.

NOTE—Actual figures to nearest \$1,000.

DEBT 1914 TO 1953

ASSETS		NET DEBT		Population ¹	Per Capita Net Debt	Fiscal Year
Yearly Increase or Decrease*	Total	Yearly Increase or Decrease*				
\$	\$ 6,294,000	\$	2,713,000	\$ 2.32	1914	
5,384,000	9,469,000	3,175,000	2,719,000	3.48	1915	
10,001,000	8,529,000	940,000*	2,718,000	3.14	1916	
4,081,000	6,937,000	1,592,000*	2,732,000	2.54	1917	
12,656,000	7,765,000	828,000	2,763,000	2.81	1918	
16,373,000	13,115,000	5,350,000	2,820,000	4.65	1919	
20,490,000	22,855,000	9,740,000	2,893,000	7.90	1920	
53,430,000	44,609,000	21,754,000	2,953,000	15.11	1921	
15,307,000	60,045,000	15,436,000	2,994,000	20.06	1922	
16,903,000	100,978,000	40,933,000	3,032,000	33.30	1923	
20,468,000	118,993,000	18,015,000	3,081,000	38.62	1924	
10,705,00-	132,581,000	13,588,000	3,133,000	42.32	1925	
4,770,000	144,536,000	11,955,000	3,187,000	45.35	1926	
6,561,000	157,779,000	13,243,000	3,244,000	48.64	1927	
9,179,000	173,794,000	16,015,000	3,301,000	52.65	1928	
18,417,000	188,177,000	14,383,000	3,356,000	56.07	1929	
21,857,000	212,778,000	24,601,000	3,405,000	62.49	1930	
16,046,000	244,027,000	31,249,000	3,449,000	70.75	1931	
20,105,000	277,674,000	33,647,000	3,489,000	79.59	1932	
2,058,000*	299,441,000	21,767,000	3,525,000	84.95	1933	
2,597,000	358,477,000	59,036,000	3,557,000	100.78	1934	
1,313,000*	378,415,000	19,938,000	3,570,000	106.00	1935 ²	
12,451,000*	406,039,000	27,624,000	3,601,000	112.76	1936	
32,496,000*	405,436,000	603,000*	3,632,000	111.63	1937	
11,243,000*	438,294,000	32,858,000	3,666,000	119.56	1938	
5,282,000*	478,268,000	39,974,000	3,702,000	129.19	1939	
4,624,000*	507,203,000	28,935,000	3,741,000	135.58	1940	
6,427,000*	506,200,000	1,003,000*	3,781,000	133.88	1941	
5,805,000*	507,128,000	928,000	3,868,000	131.11	1942	
8,220,000*	495,441,000	11,687,000*	3,910,000	126.71	1943	
25,389,000*	482,494,000	12,947,000*	3,955,000	122.00	1944	
17,859,000*	480,309,000	2,185,000*	3,994,000	120.26	1945	
5,279,000*	478,419,000	1,890,000*	4,078,000	117.32	1946	
8,762,000*	493,087,000	14,668,000	4,162,000	118.47	1947	
9,501,000	466,753,000	26,334,000*	4,259,000	109.59	1948	
16,647,000*	483,675,000	16,922,000	4,361,000	110.91	1949	
40,202,000	508,819,000	25,144,000	4,456,000	114.19	1950	
8,777,000*	521,550,000	12,731,000	4,577,000	113.95	1951	
95,180,000	554,635,000	33,085,000	4,757,000	116.59	1952	
20,475,000	604,075,000	49,440,000	4,916,000	122.88	1953	

CAPITAL DEBT 1943 TO 1964

ASSETS		NET CAPITAL DEBT		Population	Per Capita Net Capital Debt	Fiscal Year
Yearly Increase or Decrease*	Total	Yearly Increase or Decrease*				
\$	\$ 499,526,000	\$	3,910,000	\$127.76	1943	
24,570,000*	485,713,000	13,813,000*	3,955,000	122.81	1944	
16,999,000*	482,676,000	3,037,000*	3,994,000	120.85	1945	
4,369,000*	480,189,000	2,487,000*	4,078,000	117.75	1946	
8,095,000*	494,212,000	14,023,000	4,162,000	118.74	1947	
8,857,000	468,267,000	25,945,000*	4,259,000	109.95	1948	
16,789,000*	485,716,000	17,449,000	4,361,000	111.38	1949	
40,260,000	510,020,000	24,304,000	4,456,000	114.46	1950	
9,116,000*	522,610,000	12,590,000	4,577,000	114.18	1951	
95,389,000	553,929,000	31,319,000	4,757,000	116.45	1952	
19,168,000	604,832,000	50,903,000	4,916,000	123.03	1953	
126,089,000	629,996,000	25,164,000	5,086,000	123.87	1954	
52,000*	660,725,000	30,729,000	5,241,000	126.07	1955	
38,333,000*	705,306,000	44,581,000	5,382,000	131.05	1956	
71,327,000	758,278,000	52,972,000	5,598,000	135.46	1957	
28,774,000	818,606,000	60,328,000	5,790,000	141.38	1958	
211,377,000	900,532,000	81,926,000	5,944,000	151.50	1959	
29,464,000*	993,555,000	93,023,000	6,087,000	163.23	1960	
46,230,000*	1,092,617,000	99,062,000	6,214,000	175.83	1961	
73,022,000	1,209,064,000	116,447,000	6,321,000	191.28	1962	
19,361,000	1,284,104,000	75,040,000	6,431,000	199.67	1963	
17,950,000	1,344,744,000	60,640,000	6,562,000	204.93	1964	

Government
Publications

